



HEALTH ANNUAL STATEMENT
FOR THE YEAR ENDING DECEMBER 31, 2003
OF THE CONDITION AND AFFAIRS OF THE

John Deere Health Plan, Inc.

NAIC Group Code	0219 <small>(Current Period)</small>	0219 <small>(Prior Period)</small>	NAIC Company Code	95378	Employer's ID Number	36-3379945
Organized under the Laws of	Illinois			State of Domicile or Port of Entry	Illinois	
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health []		Property/Casualty []		Dental Service Corporation []	
	Vision Service Corporation []		Other []		Health Maintenance Organization [X]	
	Hospital, Medical & Dental Service or Indemnity []		Is HMO, Federally Qualified? Yes [] No [X]			
Incorporated	08/05/1985		Commenced Business	07/01/1985		
Statutory Home Office	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
Main Administrative Office	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1200 <small>(Area Code) (Telephone Number)</small>					
Mail Address	1300 River Drive <small>(Street and Number or P.O. Box)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
Primary Location of Books and Records	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1221 <small>(Area Code) (Telephone Number)</small>					
Internet Website Address	JohnDeereHealth.com					
Statutory Statement Contact	Joan G. Mincer <small>(Name)</small>			309-765-1221 <small>(Area Code) (Telephone Number) (Extension)</small>		
	MincerJoanG@JohnDeere.com <small>(E-mail Address)</small>			309-748-1146 <small>(FAX Number)</small>		
Policyowner Relations Contact	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1200 <small>(Area Code) (Telephone Number) (Extension)</small>					

OFFICERS

President	Richard Lowell Bartsh M.D.	Secretary	Victoria Jane Graves
Treasurer	James Alan Cousins		

VICE PRESIDENTS

Charles Phillip Parsons	David Wayne Anderson	Bruce Chase Steffens M.D.
Douglas Robert Niska #		

DIRECTORS OR TRUSTEES

James Alan Cousins	Charles Phillip Parsons	Richard Lowell Bartsh M.D.
James Edward Hecker	William Kenneth Appelgate	John Willard Golden M.D.
Cathie Sue Whiteside	Bruce Chase Steffens M.D.	Victoria Kauzlarich
Deno James Minas #	Charlotte Hershberger Koenig M.D.	

State ofIllinois.....

County ofRock Island.....

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The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

Richard Lowell Bartsh M.D.
President

Victoria Jane Graves
Secretary

James Alan Cousins
Treasurer

Subscribed and sworn to before me this
18 day of February, 2004

Mary Ann Vickers
Executive Administrative Assistant
10/02/07

a. Is this an original filing? Yes [X] No []

b. If no,

1. State the amendment number

2. Date filed

3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	160,782,535		160,782,535	126,163,076
2. Stocks (Schedule D):				
2.1 Preferred stocks	0		0	0
2.2 Common stocks	3,235,236		3,235,236	2,648,019
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$0 , Schedule E, Part 1), cash equivalents (\$0 , Schedule E, Part 2) and short -term investments (\$17,210,212 , Schedule DA).....	17,210,212		17,210,212	36,963,870
6. Contract loans, (including \$premium notes)			0	0
7. Other invested assets (Schedule BA)	0	0	0	0
8. Receivable for securities			0	0
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	181,227,983	0	181,227,983	165,774,965
11. Investment income due and accrued	1,842,988		1,842,988	1,486,928
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in the course of collection	9,701,685	2,473,212	7,228,473	6,281,673
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$earned but unbilled premium).....			0	0
12.3 Accrued retrospective premium.....			0	0
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers	293,026		293,026	0
13.2 Funds held by or deposited with reinsured companies			0	0
13.3 Other amounts receivable under reinsurance contracts			0	0
14. Amounts receivable relating to uninsured plans	4,624,588		4,624,588	5,559,432
15.1 Current federal and foreign income tax recoverable and interest thereon	805,875	805,875	0	0
15.2 Net deferred tax asset.....	1,734,984	1,734,984	0	0
16. Guaranty funds receivable or on deposit			0	0
17. Electronic data processing equipment and software.....			0	0
18. Furniture and equipment, including health care delivery assets (\$)			0	0
19. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
20. Receivables from parent, subsidiaries and affiliates			0	0
21. Health care (\$1,407,061) and other amounts receivable.....	1,407,061	1,294,737	112,324	1,331
22. Other assets nonadmitted			0	0
23. Aggregate write-ins for other than invested assets	0	0	0	5,715,044
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	201,638,190	6,308,808	195,329,382	184,819,373
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
26. Total (Lines 24 and 25)	201,638,190	6,308,808	195,329,382	184,819,373
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. Other Accounts Receivable.....			0	5,715,044
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	0	0	0	5,715,044

LIABILITIES, CAPITAL AND SURPLUS

	Current Year			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$0 reinsurance ceded)	85,598,697	7,716,400	93,315,097	82,425,277
2. Accrued medical incentive pool and bonus amounts	255,210		255,210	3,088,875
3. Unpaid claims adjustment expenses			0	0
4. Aggregate health policy reserves			0	0
5. Aggregate life policy reserves			0	
6. Property/casualty unearned premium reserves			0	
7. Aggregate health claim reserves			0	0
8. Premiums received in advance	22,158,214		22,158,214	14,943,580
9. General expenses due or accrued	4,046,485		4,046,485	3,840,382
10.1 Current federal and foreign income tax payable and interest thereon (including \$ on realized capital gains (losses))			0	571,421
10.2 Net deferred tax liability			0	
11. Ceded reinsurance premiums payable			0	
12. Amounts withheld or retained for the account of others			0	0
13. Remittance and items not allocated			0	
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current)			0	0
15. Amounts due to parent, subsidiaries and affiliates	1,791,161		1,791,161	273,522
16. Payable for securities			0	0
17. Funds held under reinsurance treaties with (\$ authorized reinsurers and \$ unauthorized reinsurers)			0	0
18. Reinsurance in unauthorized companies			0	0
19. Net adjustments in assets and liabilities due to foreign exchange rates			0	0
20. Liability for amounts held under uninsured accident and health plans			0	0
21. Aggregate write-ins for other liabilities (including \$0 current)	233,301	0	233,301	126,433
22. Total liabilities (Lines 1 to 21)	114,083,068	7,716,400	121,799,468	105,269,491
23. Common capital stock	XXX	XXX	610,000	611,000
24. Preferred capital stock	XXX	XXX		0
25. Gross paid in and contributed surplus	XXX	XXX	22,441,000	22,440,000
26. Surplus notes	XXX	XXX		0
27. Aggregate write-ins for other than special surplus funds	XXX	XXX	1,500,000	1,500,000
28. Unassigned funds (surplus)	XXX	XXX	48,978,914	54,998,883
29. Less treasury stock, at cost:				
29.1 shares common (value included in Line 23 \$)	XXX	XXX		0
29.2 shares preferred (value included in Line 24 \$)	XXX	XXX		0
30. Total capital and surplus (Lines 23 to 28 Less 29)	XXX	XXX	73,529,914	79,549,883
31. Total liabilities, capital and surplus (Lines 22 and 30)	XXX	XXX	195,329,382	184,819,373
DETAILS OF WRITE-INS				
2101. Payables From Cost Contracts	27,269		27,269	123,224
2102. Payable to CMS			0	3,209
2103. State Income Taxes Payable	126,032		126,032	0
2198. Summary of remaining write-ins for Line 21 from overflow page	80,000	0	80,000	0
2199. Totals (Lines 2101 thru 2103 plus 2198) (Line 21 above)	233,301	0	233,301	126,433
2701. Reserve and Restricted Funds	XXX	XXX	1,500,000	1,500,000
2702.	XXX	XXX		
2703.	XXX	XXX		
2798. Summary of remaining write-ins for Line 27 from overflow page	XXX	XXX	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	XXX	XXX	1,500,000	1,500,000

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. Member Months.....	XXX	2,762,768	2,846,461
2. Net premium income (including .....0 non-health premium income).....	XXX	641,671,083	586,120,667
3. Change in unearned premium reserves and reserve for rate credits	XXX		0
4. Fee-for-service (net of \$ medical expenses)	XXX		0
5. Risk revenue	XXX		0
6. Aggregate write-ins for other health care related revenues	XXX	0	277,576
7. Aggregate write-ins for other non-health revenues	XXX	0	0
8. Total revenues (Lines 2 to 7)	XXX	641,671,083	586,398,243
Hospital and Medical:			
9. Hospital/medical benefits	35,785,909	477,174,746	428,137,137
10. Other professional services	1,522,427	13,691,340	13,927,421
11. Outside referrals			0
12. Emergency room and out-of-area	678,918	13,671,566	16,318,107
13. Prescription drugs		69,836,083	66,294,757
14. Aggregate write-ins for other hospital and medical.....	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts.....		(15,476,266)	(18,332,431)
16. Subtotal (Lines 9 to 15)	37,987,254	558,897,469	506,344,991
Less:			
17. Net reinsurance recoveries		641,390	211,076
18. Total hospital and medical (Lines 16 minus 17)	37,987,254	558,256,079	506,133,915
19. Non-health claims			
20. Claims adjustment expenses		11,797,716	13,827,360
21. General administrative expenses.....		76,752,167	65,236,359
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only).....		0	0
23. Total underwriting deductions (Lines 18 through 22)	37,987,254	646,805,962	585,197,634
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(5,134,879)	1,200,609
25. Net investment income earned		7,923,022	8,805,294
26. Net realized capital gains or (losses)		365,655	141,187
27. Net investment gains or (losses) (Lines 25 plus 26)	0	8,288,677	8,946,481
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			0
29. Aggregate write-ins for other income or expenses	0	(80,000)	(12,344)
30. Net income or (loss) before federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	3,073,798	10,134,746
31. Federal and foreign income taxes incurred	XXX	1,014,161	3,639,148
32. Net income (loss) (Lines 30 minus 31)	XXX	2,059,637	6,495,598
DETAILS OF WRITE-INS			
0601. Contractual Recoveries.....	XXX		0
0602. Audit Recoveries.....	XXX		277,576
0603.	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	XXX	0	277,576
0701.	XXX		
0702.	XXX		
0703.	XXX		
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0
0799. Totals (Lines 0701 thru 0703 plus 0798) (Line 7 above)	XXX	0	0
1401.			
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	0	0	0
2901. Massachusetts Uncompensated Care Surcharge.....			(334)
2902. Other Income (Loss).....			(12,010)
2903. Fines & Penalties - Regulatory Authorities.....		(80,000)	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	0	(80,000)	(12,344)

CAPITAL AND SURPLUS ACCOUNT

	1 Current Year	2 Prior Year
CAPITAL AND SURPLUS ACCOUNT:		
33. Capital and surplus prior reporting period	79,549,883	74,293,510
GAINS AND LOSSES TO CAPITAL & SURPLUS:		
34. Net income or (loss) from Line 32	2,059,637	6,495,598
35. Change in valuation basis of aggregate policy and claim reserves		0
36. Net unrealized capital gains and losses	381,692	(716,707)
37. Change in net unrealized foreign exchange capital gain or (loss)		0
38. Change in net deferred income tax		0
39. Change in nonadmitted assets	(2,323,016)	224,329
40. Change in unauthorized reinsurance	0	0
41. Change in treasury stock	0	0
42. Change in surplus notes	0	0
43. Cumulative effect of changes in accounting principles		0
44. Capital Changes:		
44.1 Paid in		0
44.2 Transferred from surplus (Stock Dividend)		0
44.3 Transferred to surplus		0
45. Surplus adjustments:		
45.1 Paid in	1,000	0
45.2 Transferred to capital (Stock Dividend)	0	0
45.3 Transferred from capital	(1,000)	0
46. Dividends to stockholders	(6,400,000)	0
47. Aggregate write-ins for gains or (losses) in surplus	261,718	(746,847)
48. Net change in capital & surplus (Lines 34 to 47)	(6,019,969)	5,256,373
49. Capital and surplus end of reporting period (Line 33 plus 48)	73,529,914	79,549,883
DETAILS OF WRITE-INS		
4701. Change in Non-Admitted assets Affecting Net Income.....	506,654	(2,092,385)
4702. Change in Accrual affecting Net Income.....	(758,149)	1,858,751
4703. Change in GAAP vs Statutory Value of Short Term Investments.....	513,213	(513,213)
4798. Summary of remaining write-ins for Line 47 from overflow page	0	0
4799. Totals (Lines 4701 thru 4703 plus 4798) (Line 47 above)	261,718	(746,847)

STATEMENT AS OF DECEMBER 31 2003 OF THE John Deere Health Plan, Inc.

Report #2A: TENNCARE OPERATIONS STATEMENT OF REVENUES AND EXPENSE

	2003		2002
	CURRENT PERIOD	YEAR TO DATE TOTAL	TOTAL
MEMBER MONTHS	148,426	864,937	979,865
REVENUES:			
1. TennCare Capitation	45,522,167	168,732,551	\$171,358,490
2. Adverse Selection	0	0	0
3. Total TennCare Revenue (Lines 1 and 2)	45,522,167	168,732,551	171,358,490
4. Investment	49,454	138,258	1,101,699
5. Other Revenue (Provide detail)	0	0	0
6. TOTAL REVENUES (Lines 3 to 5)	45,571,621	168,870,809	172,460,190
EXPENSES:			
Medical and Hospital Services:			
7. Capitated Physician Services	0	0	0
8. Fee-for Service Physician Services	14,677,127	47,654,056	44,340,255
9. Inpatient Hospital Services	12,141,516	33,315,580	41,637,382
10. Outpatient Services	5,034,367	15,945,476	18,647,535
11. Emergency Room Services	3,329,217	9,743,375	9,911,314
12. Mental Health Services	0	0	0
13. Dental Services	0	29,297	2,004,655
14. Vision Services	148,307	545,654	547,624
15. Pharmacy Services	(2,418)	27,573,368	39,399,646
16. Home Health Services	1,041,393	3,224,831	2,441,328
17. Chiropractic Services	0	0	0
18. Radiology Services	981,397	3,649,794	2,356,719
19. Laboratory Services	1,382,592	5,142,737	3,505,677
20. Durable Medical Equipment Services	1,568,537	4,486,515	812,987
21. Transportation Services	397,046	1,574,448	1,645,672
22. Outside Referrals	0	0	0
23. Medical Incentive Pool and Withhold Adjustments	1,214	(269,371)	(3,514,259)
24. Occupancy, Depreciation, and Amortization	0	0	0
25. Other Medical and Hospital Services (Provide Detail)	103,233	1,680,353	(8,110,184)
26. Subtotal (Lines 7 to 25)	40,803,531	154,296,116	155,626,352
LESS:			
27. Net Reinsurance Recoveries Incurred	0	0	112,711
28. Copayments	0	0	0
29. Subrogation and Coordination of Benefits	0	0	0
30. Subtotal (Lines 27 to 29)	0	0	112,711
31 TOTAL MEDICAL AND HOSPITAL (Lines 26 minus Line 30)	40,803,531	154,296,116	155,513,641
Administration:			
32. Compensation	3,190,751	9,263,906	11,375,092
33. Marketing	119,367	346,565	424,891
34. Interest Expense	0	0	0
35. Premium Tax Expense	911,432	3,377,416	3,429,039
36. Occupancy, Depreciation and Amortization	546,540	1,586,805	1,927,927
37. Other Administration (Provide detail)	10,000	10,000	0
38. TOTAL ADMINISTRATION (Lines 32 to 37)	4,778,090	14,584,692	17,156,949
39. TOTAL EXPENSES (Lines 31 and 38)	45,581,621	168,880,808	172,670,589
40. Extraordinary Item			
41. Provision for Income Tax	(3,000)	(3,000)	(73,640)
39. NET INCOME (LOSS) (Line 6 less Lines 39, 40, and 41)	(\$7,000)	(\$7,000)	(\$136,759)
Write-ins:			
REVENUES:			
Line 5 Contractual Recoveries	0	0	0
Line 5 Deferral of Revenue for Administration fee Risk	0	0	0
EXPENSES:			
Line 25 Reinsurance Expense	0	0	57,875
Line 25 Nurseline	21,657	85,879	48,986
Line 25 Risk Sharing (Option #2) New Risk Arrangements	81,576	1,594,474	(7,575,506)
Line 25 Risk Sharing during Exigency	0	0	(641,540)
Line 37 Fines & Penalties- Regulatory Authorities	10,000	10,000	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	647,415,024	590,092,142
2. Net investment income	7,930,059	9,068,198
3. Miscellaneous income	(80,000)	265,236
4. Total (Lines 1 to 3)	655,265,083	599,425,576
5. Benefits and loss related payments	551,706,379	520,256,213
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		0
7. Commissions, expenses paid and aggregate write-ins for deductions	88,343,780	79,642,928
8. Dividends paid to policyholders		0
9. Federal and foreign income taxes paid (recovered) \$ net tax on capital gains (losses)	1,585,582	6,937,108
10. Total (Lines 5 through 9)	641,635,741	606,836,249
11. Net cash from operations (Line 4 minus Line 10)	13,629,342	(7,410,673)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	49,862,440	40,936,830
12.2 Stocks	0	6,977,899
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash and short-term investments	0	0
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	49,862,440	47,914,729
13. Cost of investments acquired (long-term only):		
13.1 Bonds	84,109,439	30,842,623
13.2 Stocks	0	0
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	84,109,439	30,842,623
14. Net increase (or decrease) in policy loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(34,246,999)	17,072,106
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds received.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0
16.5 Dividends to stockholders	6,400,000	0
16.6 Other cash provided (applied).....	7,263,999	(613,142)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	863,999	(613,142)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17)	(19,753,658)	9,048,291
19. Cash and short-term investments:		
19.1 Beginning of year	36,963,870	27,915,579
19.2 End of period (Line 18 plus Line 19.1).....	17,210,212	36,963,870

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS (Gain and Loss Exhibit)

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-term Care	Other Health	Other Non-Health
1. Net premium income	.641,671,083	.446,990,961				8,856,995	125,235,864	43,103,895				.17,483,369	
2. Change in unearned premium reserves and reserve for rate credit	.0												
3. Fee-for-service (net of \$ medical expenses)	.0												XXX
4. Risk revenue	.0												XXX
5. Aggregate write-ins for other health care related revenues	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX
6. Aggregate write-ins for other non-health care related revenues	.0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0
7. Total revenues (Lines 1 to 6)	.641,671,083	.446,990,961	.0	.0	.0	8,856,995	125,235,864	43,103,895	.0	.0	.0	.17,483,369	.0
8. Hospital/medical/ benefits	.477,174,746	.325,865,054				7,867,906	95,539,831	35,114,567				.12,787,388	XXX
9. Other professional services	.13,691,340	.9,349,886				225,750	2,741,277	1,007,525				366,902	XXX
10. Outside referrals	.0												XXX
11. Emergency room and out-of-area	.13,671,566	.9,336,382				225,424	2,737,318	1,006,070				366,372	XXX
12. Prescription Drugs	.69,836,083	.47,691,415				1,151,494	13,982,566	5,139,132				1,871,476	XXX
13. Aggregate write-ins for other hospital and medical	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX
14. Incentive pool, withhold adjustments and bonus amounts	.(15,476,266)	.(13,074,859)					(2,660,909)	244,424				15,078	XXX
15. Subtotal (Lines 8 to 14)	.558,897,469	.379,167,877	.0	.0	.0	9,470,574	112,340,084	42,511,718	.0	.0	.0	.15,407,216	XXX
16. Net reinsurance recoveries	.641,390	.137,288					2,444	501,658					XXX
17. Total medical and hospital (Lines 15 minus 16)	.558,256,079	.379,030,589	.0	.0	.0	9,470,574	112,337,640	42,010,060	.0	.0	.0	.15,407,216	XXX
18. Non-health claims (net)	.0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
19. Claims adjustment expenses	.11,797,716	.9,970,000				162,844	860,700	684,015				120,157	
20. General administrative expenses	.76,752,167	.64,948,373				972,667	5,599,441	4,449,985				781,702	
21. Increase in reserves for accident and health contracts	.0												XXX
22. Increase in reserves for life contracts	.0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
23. Total underwriting deductions (Lines 17 to 22)	.646,805,962	.453,948,961	.0	.0	.0	10,606,085	118,797,781	47,144,060	.0	.0	.0	.16,309,075	.0
24. Total underwriting gain or (loss) (Line 7 minus Line 23)	(5,134,878)	(6,957,999)	0	0	0	(1,749,090)	6,438,083	(4,040,165)	0	0	0	1,174,294	0
DETAILS OF WRITE-INS													
0501.													XXX
0502.													XXX
0503.													XXX
0598. Summary of remaining write-ins for Line 5 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0	0	0	0	0	0	0	0	0	0	0	XXX
0601.		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0602.		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0603.		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0698. Summary of remaining write-ins for Line 6 from overflow page	.0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
1301.													XXX
1302.													XXX
1303.													XXX
1398. Summary of remaining write-ins for Line 13 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0	0	0	0	XXX

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1 - PREMIUMS

	1	2	3	4
Line of Business	Direct Business	Reinsurance Assumed	Reinsurance Ceded	Net Premium Income (Cols. 1+2-3)
1. Comprehensive (hospital and medical)	447,636,011		645,050	446,990,961
2. Medicare Supplement .....				.0
3. Dental Only.....				.0
4. Vision Only.....				.0
5. Federal Employees Health Benefits Plan	8,862,016		5,022	8,856,994
6. Title XVIII - Medicare	125,289,570		53,707	125,235,863
7. Title XIX - Medicaid.....	43,266,012		162,117	43,103,895
8. Stop Loss .....				.0
9. Disability Income .....				.0
10. Long-term care .....				.0
11. Other health.....	17,492,769		9,400	17,483,369
12. Health subtotal (Lines 1 through 11)	642,546,378	0	875,296	641,671,082
13. Life .....				.0
14. Property/Casualty.....				.0
15. Totals (Lines 12 to 14)	642,546,378	0	875,296	641,671,082

STATEMENT AS OF ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - Claims Incurred During the Year

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other Health	Other Non- Health
1. Payments during the year:													
1.1 Direct	563,483,916	380,950,180				9,197,574	107,613,549	50,638,738				15,083,875	
1.2 Reinsurance assumed	0												
1.3 Reinsurance ceded	348,365	137,289					2,444	208,632					
1.4 Net	563,135,551	380,812,891	0	0	0	9,197,574	107,611,105	50,430,106	0	0	0	15,083,875	0
2. Paid medical incentive pools and bonuses	(12,642,601)	(10,503,194)					(2,419,726)	244,424				35,895	
3. Claim liability December 31, current year from Part 2A:													
3.1 Direct	93,315,096	61,121,623	0	0	0	1,477,000	21,568,268	6,549,457	0	0	0	2,598,748	0
3.3 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0	0	0
3.4 Net	93,315,096	61,121,623	0	0	0	1,477,000	21,568,268	6,549,457	0	0	0	2,598,748	0
4. Claim reserve December 31, current year from Part 2D:													
4.1 Direct	0												
4.2 Reinsurance assumed	0												
4.3 Reinsurance ceded	0												
4.4 Net	0	0	0	0	0	0	0	0	0	0	0	0	0
5. Accrued medical incentive pools and bonuses, current year	255,210	(520,869)					391,072	298,079				86,928	
6. Amounts recoverable from reinsurers December 31, current year	293,026							293,026					
7. Claim liability December 31, prior year from Part 2A:													
7.1 Direct	82,425,276	49,829,066	0	0	0	1,204,000	14,180,824	14,920,901				2,290,485	
7.2 Reinsurance assumed	0	0				0	0	0					
7.3 Reinsurance ceded	0	0	0	0	0	0	0	0					
7.4 Net	82,425,276	49,829,066	0	0	0	1,204,000	14,180,824	14,920,901	0	0	0	2,290,485	0
8. Claim reserve December 31, prior year from Part 2D:													
8.1 Direct	0	0	0	0	0	0	0	0					
8.2 Reinsurance assumed	0	0	0	0	0	0	0	0					
8.3 Reinsurance ceded	0	0	0	0	0	0	0	0					
8.4 Net	0	0	0	0	0	0	0	0	0	0	0	0	0
9. Accrued medical incentive pools and bonuses, prior year	3,088,875	2,050,796	0	0	0	0	632,256	298,079				107,744	
10. Amounts recoverable from reinsurers December 31, prior year	0	0	0	0	0	0	0	0					
11. Incurred Benefits:													
11.1 Direct	574,373,736	392,242,737	0	0	0	9,470,574	115,000,993	42,267,294	0	0	0	15,392,138	0
11.2 Reinsurance assumed	0	0				0	0	0	0	0	0	0	0
11.3 Reinsurance ceded	641,391	137,289	0	0	0	0	2,444	501,658	0	0	0	0	0
11.4 Net	573,732,345	392,105,448	0	0	0	9,470,574	114,998,549	41,765,636	0	0	0	15,392,138	0
12. Incurred medical incentive pools and bonuses	(15,476,266)	(13,074,859)	0	0	0	0	(2,660,910)	244,424	0	0	0	15,079	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - Claims Liability End of Current Year

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Total	Comprehensive (Medical & Hospital)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan Premium	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other Health	Other Non-Health
1. Reported in Process of Adjustment:													
1.1. Direct	0												
1.2. Reinsurance assumed	0												
1.3. Reinsurance ceded	0												
1.4. Net	0	0	0	0	0	0	0	0	0	0	0	0	0
2. Incurred but Unreported:													
2.1. Direct	74,159,906	48,491,327				1,172,000	19,639,595	2,490,621				2,366,363	
2.2. Reinsurance assumed	0												
2.3. Reinsurance ceded	0												
2.4. Net	74,159,906	48,491,327	0	0	0	1,172,000	19,639,595	2,490,621	0	0	0	2,366,363	0
3. Amounts Withheld from Paid Claims and Capitations:													
3.1. Direct	19,155,190	12,630,296				305,000	1,928,673	4,058,836				232,385	
3.2. Reinsurance assumed	0												
3.3. Reinsurance ceded	0												
3.4. Net	19,155,190	12,630,296	0	0	0	305,000	1,928,673	4,058,836	0	0	0	232,385	0
4. TOTALS:													
4.1. Direct	93,315,096	61,121,623	0	0	0	1,477,000	21,568,268	6,549,457	0	0	0	2,598,748	0
4.2. Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0	0	0
4.3. Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0	0	0
4.4. Net	93,315,096	61,121,623	0	0	0	1,477,000	21,568,268	6,549,457	0	0	0	2,598,748	0

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2B - ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid During the Year		Claim Reserve and Claim Liability Dec. 31 of Current Year		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid December 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical)	45,132,283	335,680,608	6,653,115	54,468,508	51,785,398	49,829,065
2. Medicare Supplement					0	0
3. Dental Only.....					0	0
4. Vision Only.....					0	0
5. Federal Employees Health Benefits Plan Premiums	1,091,483	8,106,091	161,000	1,316,000	1,252,483	1,204,000
6. Title XVIII - Medicare	12,514,325	95,096,780	275,679	23,891,337	12,790,004	16,471,309
7. Title XIX - Medicaid.....	11,110,309	39,026,771	880,576	5,668,881	11,990,885	14,920,900
8. Other health	1,754,136	13,329,739			1,754,136	0
9. Health subtotal (Lines 1 to 8).....	71,602,536	491,239,989	7,970,370	85,344,726	79,572,906	82,425,274
10. Other non-health.....					0	
11. Medical incentive pools, and bonus amounts	5,974,077	(18,616,678)		255,210	5,974,077	3,088,875
12. Totals (Lines 9 to 11)	77,576,613	472,623,311	7,970,370	85,599,936	85,546,983	85,514,149

STATEMENT AS OF ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS
 (000 Omitted)

Section A – Paid Health Claims - Hospital and Medical

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	38,853	0	0	0	
2. 1999	228,021	32,036	0	0	
3. 2000	XXX	209,025	31,506	(106)	
4. 2001	XXX	XXX	203,567	41,871	291
5. 2002	XXX	XXX	XXX	260,670	45,132
6. 2003	XXX	XXX	XXX	XXX	335,681

Section B – Incurred Health Claims - Hospital and Medical

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability and Reserve Outstanding at End of Year				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	38,853	38,853	38,853	38,853	38,853
2. 1999	300,474	260,057	260,057	260,057	260,057
3. 2000	XXX	250,767	240,532	240,425	240,425
4. 2001	XXX	XXX	239,655	245,444	245,728
5. 2002	XXX	XXX	XXX	312,495	312,455
6. 2003	XXX	XXX	XXX	XXX	389,628

Section C – Incurred Year Health Claims and Claims Adjustment Expense Ratio – Hospital and Medical

[illegible]

STATEMENT AS OF ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS
 (000 Omitted)

Section A – Paid Health Claims - Federal Employees Health Benefits Plan Premium

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	326	0	0	0	
2. 1999	1,914	615	0	0	
3. 2000	XXX	4,013	605	0	
4. 2001	XXX	XXX	3,909	1,013	
5. 2002	XXX	XXX	XXX	6,308	1,091
6. 2003	XXX	XXX	XXX	XXX	8,106

Section B - Incurred Health Claims - Federal Employees Health Benefits Plan Premium

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability and Reserve Outstanding at End of Year				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	326	326	326	326	326
2. 1999	2,523	2,529	2,529	2,529	2,529
3. 2000	XXX	4,682	4,618	4,618	4,618
4. 2001	XXX	XXX	4,601	4,921	4,921
5. 2002	XXX	XXX	XXX	7,560	7,560
6. 2003	XXX	XXX	XXX	XXX	9,422

Section C – Incurred Year Health Claims and Claims Adjustment Expense Ratio – Federal Employees Health Benefits Plan Premium

[illegible]

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UNDERWRITING AND INVESTMENT EXHIBIT
PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS
(000 Omitted)

Section A - Paid Health Claims - Grand Total

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	47,302	155	0	0	0
2. 1999	298,097	50,074	105	0	0
3. 2000	XXX	308,279	52,447	224	0
4. 2001	XXX	XXX	333,552	83,205	460
5. 2002	XXX	XXX	XXX	449,080	71,603
6. 2003	XXX	XXX	XXX	XXX	491,240

Section B - Incurred Health Claims - Grand Total

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability and Reserve Outstanding at End of Year				
	1 1999	2 2000	3 2001	4 2002	5 2003
1. Prior	47,302	47,456	47,456	47,456	47,456
2. 1999	378,891	348,172	348,276	348,276	348,276
3. 2000	XXX	367,955	360,726	360,950	360,950
4. 2001	XXX	XXX	391,101	416,806	417,218
5. 2002	XXX	XXX	XXX	534,545	528,653
6. 2003	XXX	XXX	XXX	XXX	576,840

Section C – Incurred Year Health Claims and Claims Adjustment Expense Ratio – Grand Total

[illegible]

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2D - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS ONLY

	1	2	3	4	5	6	7	8	9	10	11	12
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
POLICY RESERVE												
1. Unearned premium reserves												
2. Additional policy reserves (a)												
3. Reserve for future contingent benefits												
4. Reserve for rate credits or experience rating refunds (including \$ for investment income)												
5. Aggregate write-ins for other policy reserves												
6. Totals (Gross)												
7. Reinsurance ceded												
8. Totals (Net) (Page 3, Line 4)												
CLAIM RESERVE												
9. Present value of amounts not yet due on claims												
10. Reserve for future contingent benefits												
11. Aggregate write-ins for other claim reserves												
12. Totals (Gross)												
13. Reinsurance ceded												
14. Totals (Net) (Page 3, Line 7)												
DETAILS OF WRITE-INS												
0501.												
0502.												
0503.												
0598. Summary of remaining write-ins for Line 5 from overflow page												
0599. TOTALS (Lines 0501 thru 0503 plus 0598) (Line 5 above)												
1101.												
1102.												
1103.												
1198. Summary of remaining write-ins for Line 11 from overflow page												
1199. TOTALS (Lines 1101 thru 1103 plus 1198) (Line 11 above)												

(a) Includes \$ premium deficiency reserve.

UNDERWRITING AND INVESTMENT EXHIBIT
PART 3 - ANALYSIS OF EXPENSES

	1 Claim Adjustment Expenses	2 General Administration Expenses	3 Investment Expenses	4 Total
1. Rent (\$ for occupancy of own building).....	121,282	3,162,336		3,283,618
2. Salaries, wages and other benefits.....	7,241,222	38,132,522	24,893	45,398,637
3. Commissions (less \$ ceded plus \$ assumed).....		14,200,520		14,200,520
4. Legal fees and expenses.....		476,787		476,787
5. Certifications and accreditation fees.....	1,515	226,478		227,993
6. Auditing, actuarial and other consulting services.....		221,154		221,154
7. Traveling expenses.....	14,005	687,914		701,919
8. Marketing and advertising.....	21,081	1,702,670		1,723,751
9. Postage, express and telephone.....	1,496,949	1,349,251		2,846,200
10. Printing and office supplies.....	756,743	2,040,737		2,797,480
11. Occupancy, depreciation and amortization.....	6,063	1,104,367		1,110,430
12. Equipment.....	41,652	195,343		236,995
13. Cost or depreciation of EDP equipment and software.....	(175,737)	3,600,057		3,424,320
14. Outsourced services including EDP, claims, and other services.....	2,224,844	5,902,738	4,459	8,132,041
15. Boards, bureaus and association fees.....	140	136,514		136,654
16. Insurance, except on real estate.....		511,119		511,119
17. Collection and bank service charges.....		561,744	308	562,052
18. Group service and administration fees.....	18,045	625,062		643,107
19. Reimbursements by uninsured accident and health plans.....		(11,197,276)		(11,197,276)
20. Reimbursements from fiscal intermediaries.....		5,865,581		5,865,581
21. Real estate expenses.....				0
22. Real estate taxes.....	29,912	46,652		76,564
23. Taxes, licenses and fees:				
23.1 State and local insurance taxes.....				0
23.2 State premium taxes.....		6,284,448		6,284,448
23.3 Regulatory authority licenses and fees.....		16,043		16,043
23.4 Payroll taxes.....				0
23.5 Other (excluding federal income and real estate taxes).....		899,406		899,406
24. Investment expenses not included elsewhere.....				0
25. Aggregate write-ins for expenses.....	0	0	0	0
26. Total expenses incurred (Lines 1 to 25).....	11,797,716	76,752,167	29,660	(a) 88,579,543
27. Less expenses unpaid December 31, current year.....		4,046,485		4,046,485
28. Add expenses unpaid December 31, prior year.....		3,840,382		3,840,382
29. Amounts receivable related to uninsured accident and health plans, prior year.....		5,559,432		5,559,432
30. Amounts receivable related to uninsured accident and health plans, current year.....		4,624,588		4,624,588
31. Total expenses paid (Lines 26 minus 27 plus 28 minus 29 plus 30)	11,797,716	75,611,221	29,660	87,438,597
DETAIL OF WRITE-INS				
2501.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Line 2501 thru 2503 plus 2598)(Line 25 above)	0	0	0	0

(a) Includes management fees of \$ to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....1,863,542	.....1,958,326
1.1	Bonds exempt from U.S. tax	(a) .....	.....
1.2	Other bonds (unaffiliated)	(a) .....5,457,126	.....5,712,781
1.3	Bonds of affiliates	(a) .....	.....
2.1	Preferred stocks (unaffiliated)	(b) .....	.....
2.11	Preferred stocks of affiliates	(b) .....	.....
2.2	Common stocks (unaffiliated) .....	.....72,278	.....72,896
2.21	Common stocks of affiliates .....	.....	.....
3.	Mortgage loans	(c) .....	.....
4.	Real estate	(d) .....	.....
5.	Contract loans.....	.....	.....
6.	Cash/short-term investments	(e) .....203,885	.....208,887
7.	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	.....	.....
9.	Aggregate write-ins for investment income .....	.....0	.....(208)
10.	Total gross investment income	7,596,831	7,952,682
11.	Investment expenses		(g) .....29,660
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income .....		.....0
16.	Total (Lines 11 through 15) .....		.....29,660
17.	Net Investment Income - (Line 10 minus Line 16)		7,923,022
DETAILS OF WRITE-INS			
0901.	Misc. Bank Adjustments.....		.....(248)
0902.	Misc. Investment Income.....		.....40
0903.	.....		.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	0	(208)
1501.	.....	
1502.	.....	
1503.	.....	
1598.	Summary of remaining write-ins for Line 15 from overflow page .....		.....0
1599.	Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		0

(a) Includes \$497,348 accrual of discount less \$493,049 amortization of premium and less \$0 paid for accrued interest on purchases.
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
(e) Includes \$0 accrual of discount less \$1,740 amortization of premium and less \$0 paid for accrued interest on purchases.
(f) Includes \$ accrual of discount less \$ amortization of premium.
(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes \$ interest on surplus notes and \$ interest on capital notes.
(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Net Gain (Loss) from Change in Difference Between Basis Book/ Adjusted Carrying and Admitted Values	Total
1.	U.S. Government bonds .....	.....126,995				.....126,995
1.1	Bonds exempt from U.S. tax .....					.....0
1.2	Other bonds (unaffiliated) .....	.....238,660				.....238,660
1.3	Bonds of affiliates .....					.....0
2.1	Preferred stocks (unaffiliated) .....					.....0
2.11	Preferred stocks of affiliates .....					.....0
2.2	Common stocks (unaffiliated) .....			.....381,691		.....381,691
2.21	Common stocks of affiliates .....					.....0
3.	Mortgage loans .....					.....0
4.	Real estate .....					.....0
5.	Contract loans .....					.....0
6.	Cash/Short-term investments .....					.....0
7.	Derivative instruments .....					.....0
8.	Other invested assets .....					.....0
9.	Aggregate write-ins for capital gains (losses) .....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses)	365,655	0	381,691	0	747,346
DETAILS OF WRITE-INS						
0901.	.....				
0902.	.....				
0903.	.....				
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	0	0	0	0	0

EXHIBIT 1 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1 End of Current Year	2 End of Prior Year	3 Changes for Year (Increase) or Decrease
1. Summary of Items Page 2, Lines 12 to 20, Column 2	5,014,071	3,705,785	(1,308,286)
2. Other Non-Admitted Assets:			
2.1 Bills receivable.....	1,294,737	0	(1,294,737)
2.2 Leasehold improvements.....		0	0
2.3 Cash advanced to or in hands of officers and agents.....		0	0
2.4 Loans on personal security, endorsed or not.....		0	0
2.5 Commuted commissions.....		0	0
3. Total (Lines 2.1 to 2.5)	1,294,737	0	(1,294,737)
4. Aggregate write-ins for other assets.....	0	280,007	280,007
5. Total (Line 1 plus Lines 3 and Line 4)	6,308,808	3,985,793	(2,323,016)
0401. State Income Tax Receivable.....		239,308	239,308
0402. Other Accounts Receivable.....		40,699	40,699
0403.		0	0
0498. Summary of remaining write-ins for Line 4 from overflow page	0	0	0
0499. Totals (Lines 0401 thru 0403 plus 0498) (Line 4 above)	0	280,007	280,007

EXHIBIT 2 - ENROLLMENT BY PRODUCT TYPE FOR HEALTH BUSINESS ONLY

Source of Enrollment	Total Members at End of					6 Current Year Member Months
	1 Prior Year	2 First Quarter	3 Second Quarter	4 Third Quarter	5 Current Year	
1. Health Maintenance Organizations.....	115,672	138,768	141,849	101,789	103,472	1,470,399
2. Provider Service Organizations.....	.0					
3. Preferred Provider Organizations.....	.0					
4. Point of Service.....	90,912	91,867	94,572	118,678	121,933	1,292,369
5. Indemnity Only.....	.0					
6. Aggregate write-ins for other lines of business	0	0	0	0	0	0
7. Total	206,584	230,635	236,421	220,467	225,405	2,762,768
DETAILS OF WRITE-INS						
0601.						
0602.						
0603.						
0698. Summary of remaining write-ins for Line 6 from overflow page .....	.0	.0	.0	.0	.0	.0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0

10

100

10

EXHIBIT 4 - HEALTH CARE RECEIVABLES

1 Name of Debtor	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 Over 90 Days	6 Nonadmitted	7 Admitted
Individually Listed Receivables:						
Mercy Hospital.....	230,000				230,000	
Wellmont Health System.....	489,000				489,000	
Laughlin Memorial Hospital.....	80,000				80,000	
Takoma Adventist Hospital.....	18,000				18,000	
Lee County Hospital.....				6,934	6,934	
Norton Community Hospital.....	3,000			2,498	5,498	
Allen Memorial Hospital.....	60,000				60,000	
Central Iowa Health Systems.....				34,090	34,090	
Mountain States Health Alliance.....	360,000			11,215	371,215	
CMS.....				112,323		112,323
0499999 Receivables not individually listed						
0599999 Gross health care receivables	1,240,000	0	0	167,061	1,294,737	112,323

EXHIBIT 5 – CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT 6 - AMOUNTS DUE FROM PARENT, SUBSIDIARIES AND AFFILIATES

1 Name of Affiliate	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 Over 90 Days	6 Nonadmitted	Admitted	
						7 Current	8 Non-Current
Individually Listed Receivables:							

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT 7 - AMOUNTS DUE TO PARENT, SUBSIDIARIES AND AFFILIATES

[illegible]

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EXHIBIT 8 - PART 2 - SUMMARY OF TRANSACTIONS WITH INTERMEDIARIES

[illegible]

EXHIBIT 9 – FURNITURE, EQUIPMENT AND SUPPLIES OWNED

Description	1	2	3	4	5	6
	Cost	Improvements	Accumulated Depreciation	Book Value Less Encumbrances	Assets Not Admitted	Net Admitted Assets
1. Administrative furniture and equipment	NONE					
2. Medical furniture, equipment and fixtures						
3. Pharmaceuticals and surgical supplies						
4. Durable medical equipment						
5. Other property and equipment						
6. Total						

NOTES TO FINANCIAL STATEMENTS

NOTES TO THE ANNUAL STATEMENT DECEMBER 31, 2003

1. DESCRIPTION OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Business

John Deere Health Plan, Inc. (the "Plan") is a wholly-owned subsidiary of John Deere Health Care, Inc. ("JDHC"), a wholly-owned subsidiary of Deere & Company. Effective June 30, 1999, the Plan changed its name from Heritage National Healthplan, Inc. to John Deere Health Plan, Inc. The plan was incorporated on August 5, 1985 as a Health Maintenance Organization ("HMO"). Operations commenced in July 1986. The Plan was certified as an HMO by the Department of Insurance of the State of Illinois in 1985, by the Iowa Department of Commerce-Division of Insurance in 1986, by the State of Tennessee Department of Commerce and Insurance, the Commonwealth of Virginia Bureau of Insurance, and by the South Carolina Department of Insurance in 1996. As of January 1, 2000, the Plan discontinued operations in the state of South Carolina. The Plan has contracted with physician associations ("Associations"), hospitals and other health care provider organizations to deliver health care services for all enrollees.

Effective December 30, 1999, John Deere Family Healthplan, Inc. ("JDFH"), a wholly-owned subsidiary of JDHC, was merged into the Plan to form a single corporation. Under the merger, the Plan assumed all of JDFH's assets and liabilities. At the request of the Department of Insurance of the State of Illinois, the merger has been applied retroactively in the financial statements to provide comparability of results. Intercompany activity between the Plan and JDFH has been eliminated. The merged entity will hereafter be referred to as the Plan.

The Plan was designated as a Competitive Medical Plan provider by the Centers for Medicare & Medicaid Services, Department of Health and Human Services ("CMS"), formerly Health Care Financing Administration ("HCFA"), in October 1987. On January 1, 1991, the Plan was designated as a Health Care Prepayment Plan ("HCPP"). On January 1, 1999, the Plan was again designated as a Competitive Medical Plan. Under both contracts with CMS, the Plan has elected to be reimbursed for providing health care to Medicare qualified HMO enrollees on a reasonable cost basis. This method of reimbursement allows the Plan to recover from CMS reasonable health care costs of providing basic Title XVIII Medicare benefits to Medicare enrollees. Supplemental benefits available to Medicare qualified HMO enrollees are provided in return for a supplemental premium collected from employer groups or Medicare eligible individuals.

On June 23, 1997, the Plan was awarded a Medicare Risk contract for twenty county service areas in Tennessee and Virginia. On January 1, 1999, the Plan converted to a Medicare +Choice contract as required by the Balanced Budget Act of 1997. Under the contract, CMS makes a single monthly capitation payment to the Plan for each of its enrollees. The Plan provides for services through an organized delivery system of contracted physicians, hospitals, and ancillary providers. See additional discussions at Note 18.

The Plan participates as a managed care organization under the TennCare program. TennCare is a project authorized through a conditional waiver by CMS that replaced the State of Tennessee's Medicaid program on January 1, 1994. Uninsured individuals and Medicaid eligible individuals who enroll in the TennCare program receive prepaid health care through participating MCO's.

During 2000, the Plan notified the State of Tennessee that it would no longer participate as a managed care organization under the TennCare program as of December 31, 2000. The State of Tennessee exercised its right to keep the Plan in the program under exigency, limiting the risk of financial loss, through June 30, 2001. Effective July 1, 2001, the Plan began participating in the TennCare program under an arrangement that mitigates the risk of financial loss. Effective July 1, 2002, the State of Tennessee amended its contract with the Plan for an eighteen month stabilization period and on January 9, 2004 extended the contract to December 31, 2004. From July 1, 2002 through December 31, 2004 under this agreement, the TennCare program operates under an Administration Services Only ("ASO") arrangement. The Plan received no premium revenue from TennCare in 2003 and \$73,440,027 for the first six months of 2002.

The Plan received \$11,197,276 in 2003 and \$5,649,507 in 2002 for administrative service revenue under this arrangement, which is recognized as a reduction of general administrative expenses. Total membership at December 31, 2003 and 2002, respectively under the Administrative Services Only arrangement is 80,276 and 78,300. See additional discussions at Note 18.

The Plan also participates in the Iowa Medicaid program providing services through an organized delivery system of contracted physicians, hospitals, and ancillary providers. See additional discussions at Note 18.

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. Compliance with these laws and regulations, specifically those relating to the Medicare and Medicaid programs, can be subject to government review and interpretation, as well as regulatory actions unknown and unasserted at this time. Recently, federal government activity has increased with respect to investigations and allegations concerning possible violations by health care providers of regulations, which could result in the imposition of significant fines and penalties, as well as significant repayments of previously billed and collected revenues. Management believes that the Plan is in substantial compliance with current laws and regulations.

Significant Accounting Policies

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the Insurance Department of the State of Illinois ("Statutory basis"). Effective January 1, 2001, the Insurance Department of the State of Illinois required that insurance companies domiciled in the State of Illinois prepare their financial statements in accordance with the NAIC Accounting Practices and Procedures Manual (the "Manual" or "SSAP"), which differ in certain respects from accounting principles generally accepted in the United States of America ("GAAP"). Major differences between GAAP and statutory basis practices include the reporting of investments in accordance with the Statement of Financial Accounting Standards No. 115 under GAAP and assets that are non-admitted for statutory purposes. See Note 2 for additional discussion on impact of change in

NOTES TO FINANCIAL STATEMENTS

accounting principles.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant accounts subject to change in the near term include claims unpaid, provider risk sharing arrangements, and accruals for loss contracts.

Claims unpaid reflect management’s best current estimate of the cost of ultimate resolution of those claims incurred but not reported and/or paid as of the balance sheet date. However, additional facts and circumstances may develop which would affect the precision of the estimate of costs. Those facts and circumstances include, among other things, the ultimate extent and cost of the resolving those claims, the resulting impact on risk sharing arrangements, and the amount of insurance recoveries. See Note 25 for additional discussion on claims unpaid .

Investments

Investments are carried at values prescribed by NAIC. Short-term investments are carried at cost or amortized cost. Bonds, including collateralized mortgage obligations and other structured securities, are carried at amortized cost using the scientific amortization method. Common stocks are carried at the NAIC market value. Loan back securities are carried at amortized cost using a retrospective adjustment method.

The Plan fully investing all available cash on a daily basis in short-term investments. Short-term admitted investment balances at December 31, 2003 and 2002 were \$17,210,212 and \$36,963,870, respectively. A single short-term investment security at December 31, 2002 exceeded the authorized investment threshold, resulting in a non-admitted asset of \$513,213 at December 31, 2002. There was no such item at December 31, 2003.

At December 31, 2003 and 2002, long-term investments are summarized as follows:

	2003	2002
Long-term investments:		
Corporate Debt Securities	\$ 68,732,108	\$ 51,727,514
U.S. Government Agency and Debt Securities	92,050,427	74,435,562
Equity Securities	3,235,236	2,648,019
	<u>\$164,017,771</u>	<u>\$128,811,095</u>

NAIC market values for long-term investments with a fixed term and rate under NAIC guidelines as of December 31, 2003 and 2002 were \$162,856,304 and \$128,818,239, respectively.

At December 31, 2003 and 2002, certain long-term investments were held on deposit with trustees as required by Illinois, Tennessee, Iowa, and Virginia insurance regulations.

Aggregate Write-Ins

Certain amounts are required under statutory basis practices to be reported as aggregate write-ins. Included in the following captions are:

- *For other than invested assets – Receivable from the State of Tennessee for the insured TennCare program in 2002 .
- *For other liabilities – Payables for cost contracts and state income taxes payable.
- *For other than special surplus funds-State of Illinois mandated Contingency reserve of 2% of capitation revenue from provider risk arrangements accumulating to a maximum of \$1,500,000
- * For other health care related revenues— Contractual recoveries and Audit recoveries.
- * For other income or expenses—Out of area conversion costs.

Revenues

Premium revenues are earned ratably over the terms of the contracts. Premiums billed and collected in advance are recorded as premiums received in advance.

Medical and Hospital Costs

Medical and Hospital costs are accrued as services are rendered and include estimates for incurred but not reported claims.

Premium Deficiency Reserves

The Plan actuarially calculates and determines the need for a premium deficiency reserve based on contracts with remaining effective periods beyond December. . See additional information in Note 30.

Reclassifications

NOTES TO FINANCIAL STATEMENTS

Certain 2002 amounts have been reclassified to conform with 2003 presentation.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

None.

3. BUSINESS COMBINATIONS

None.

4. DISCONTINUED OPERATIONS

None.

5. INVESTMENTS

Mortgage Loans—Not applicable.

Debt Restructuring-- Not applicable.

Reverse Mortgages—Not applicable.

Loan-Backed Securities

Loan backed securities are carried at an amortized cost basis. As of December 31, 2003 and 2002, the Plan owned seven and eight loan back securities that were purchased prior to January 1, 1994 with an amortized value of \$915,280 and \$1,559,693 as of December 31, 2003 and 2002, respectively. Prepayment assumptions on loan backed securities are sourced from the Bloomberg twelve-month PSA field. The Plan uses the Bondege pricing service as the market value source.

Repurchase Agreements—Not applicable.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

None.

7. INVESTMENT INCOME

The Plan had no non-admitted investment income due and accrued at December 31, 2003 and 2002.

8. DERIVATIVE INSTRUMENTS

None.

9. INCOME TAXES

Deere & Company and certain subsidiaries, including the Plan, file a consolidated federal income tax return. Deere & Company has a tax allocation agreement, which provides that each subsidiary of the consolidated group pay a current tax liability to, or receive a tax refund from, Deere & Company, computed as if the subsidiary had filed a separate return at the statutory rates. Amounts provided for Federal income tax expense was \$1,014,161 and \$3,639,148 for the years ended December 31, 2003 and 2002, respectively. State income tax expense (benefit), which is included in “General Administrative expenses” was (\$3,846) and \$128,814 for the years ended December 31, 2003 and 2002. The current Federal income tax rate was equal to 33 and 35 percent for the years ended December 31, 2003 and 2002, respectively.

The net deferred tax asset in 2003 and 2002 was \$1,734,984 and \$1,468,211 , respectively, and were considered non-admitted assets in both years for annual statement purposes. The Plan had no net deferred tax liabilities in either 2003 or 2002. Activity for the net deferred tax assets is summarized as follows.

	2003	2002
Beginning Balance at January 1	\$1,468,211	\$ 635,294
Change in Deferral Due to:		
Unpaid Claims	49,284	(44,271)
Investment Valuations	(205,526)	724,975
Premiums Received in Advance	210,000	(35,000)
Other Allocated Balances	<u>213,015</u>	<u>187,213</u>
Ending Balance at December 31	<u>\$1,734,984</u>	<u>\$1,468,211</u>

10. RELATED PARTIES

NOTES TO FINANCIAL STATEMENTS

Administrative services, including claims processing, broker fees, marketing, quality assurance, financial, accounting, insurance, legal, and data processing, are provided to the Plan by JDHC based on a percentage of premium for each line of business and are reported as administrative expense. Administrative expenses paid to JDHC by the Plan for the years ended December 31, 2003 and 2002 were \$89,693,080 and \$76,323,607, respectively.

The Plan has two separate \$10,000,000 borrowing agreements available from Deere & Company and JDHC, respectively. The facilities bear interest at one-half percent above the 30-day commercial paper rate. The Plan had no advances under the borrowing agreements during the years ended December 31, 2003 and 2002.

The Plan does not maintain a daily balance within its depository bank account. Rather, all available cash is invested in short-term investments. The daily net cash activity flows through an affiliated receivable/payable account. The affiliated receivable/payable account is settled by the Plan on a monthly basis.

There was a \$1,791,161 and \$273,522 due to affiliate balance as of December 31, 2003 and 2002, respectively. Amounts due to affiliates as of December 31, 2003 and 2002 represent an amount due to JDHC, arising from the above transactions and centralized cash management activities.

11. DEBT

None.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

None.

13. CAPITAL AND SURPLUS

Capital stock consists of common stock at stated value with no par value and no stated dividend rate. One thousand shares are authorized; ten shares are issued and outstanding. The Plan may make an ordinary dividend payment to its shareholder in an amount not to exceed the greater of ten percent of the Plan's capital and surplus or the Plan's net income for the year. On March 21, 2003 the Plan paid an ordinary dividend of \$6,400,000 to its shareholder to its shareholder, JDHC. No dividend was paid in 2002.

For 2003, ten percent of the Plan's capital and surplus totals \$7,352,991 and net income totals \$2,059,637. The portion of unassigned surplus represented or reduced by the change in unrealized capital gains and losses is \$381,692 and \$(716,707) as of December 31, 2003 and 2002, respectively, and the change in non-admitted asset values is (\$2,323,016) and \$224,329 as of December 31, 2003 and 2002, respectively.

The Plan is required to provide a contingency reserve based on 2% of the net capitation revenue from risk contracts limited to \$1,500,000. The Plan's accumulated reserve reached \$1,500,000 during 1989 and such reserve has been recorded as a part of capital and surplus.

Additionally, there are minimum capital and surplus requirements relating to risk based capital of \$43,433,022 and \$39,727,728 and to providing point-of-service products of \$65,149,533 and \$59,591,592, at December 31, 2003 and 2002, respectively. The actual capital and surplus as of December 31, 2003 and 2002 was \$73,529,914 and \$79,599,883 respectively.

14. COMMITMENTS, CONTINGENCIES AND LITIGATION

Contingent Commitments—Not applicable.

Assessments- In 2003 and 2002, the Plan received notification of the insolvency of MedCare HMO. It is possible that the insolvency will result in a guaranty fund assessment against the company of \$566,961 that has been charged to operations.

Contingencies—None.

Litigation

A pending lawsuit against the Plan with an amount in dispute of approximately \$4 million went to trial in October 2003. The State of Iowa sued certain contractors who provided services for the State's Medicaid program over alleged errors which allegedly resulted in overpayments to the Plan. Those contractors filed a cross-petition against the Plan. The claim, in equity, is premised on the theory that the Plan was unjustly enriched by the alleged overpayments from the State resulting from the contractor's error. The Plan believes that it has substantial defenses and intends to defend the claim vigorously. The ultimate outcome of the litigation and its effect on the Plan's financial position or results of operations cannot be determined at this time.

Additionally, in the normal course of business, the Plan, from time to time, may become involved in litigation incidental to the business. The Plan believes that it has substantial defenses and intends to defend such actions vigorously. Although it is not possible to predict the outcome of any unresolved legal matters, the Plan does not believe that such matters will have a material adverse effect on its financial position or results of operations.

15. LEASES

None.

NOTES TO FINANCIAL STATEMENTS

16. OFF-BALANCE SHEET RISK

None.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENT OF LIABILITIES

None.

18. ASO, ASC, MEDICARE, AND MEDICAID

Administration Services Only (ASO)— Effective July 1, 2002, the State of Tennessee amended its three-year TennCare contract with John Deere Health Plan, Inc. (the “Plan”) for an eighteen month stabilization period. From July 1, 2002 through December 31, 2003 under this agreement, the TennCare program operates under an Administration Services Only arrangement.

TennCare membership under this program was 80,276 and 78,300 as of December 31, 2003 and 2002, respectively. General expenses for the twelve months ended December 31, 2003 and 2002 were reduced by \$11,197,276 and \$5,649,507 of administrative service revenue earned by the Plan under the ASO arrangement as specified by SSAP 47. Total interest paid to TennCare under the ASO arrangement for 2003 and 2002 was \$138,258 and \$93,441, respectively. Net loss from the ASO arrangement was \$10,000 for 2003. There was no gain or loss on the arrangement in 2002. The claim payment volume under the ASO arrangement totaled \$149,326,884 and \$65,647,543 for 2003 and 2002, respectively.

Administration Service Contracts (ASC)—None.

Medicare

On October 1, 1987, the Plan began operations with the CMS to provide part B Medicare services under a Competitive Medical Plan (“CMP”) cost arrangements. In 1991, the Plan replaced the CMP cost arrangement with a Health Care Prepayment Plan (“HCPP”) arrangement. In 1999, the Plan converted the HCPP arrangement to a CMP cost arrangement. For 1999 and 1998, the Plan paid to JDHC an amount approximating estimated actual costs to process claims and administer the Medicare Program. Revenues are based on a budgeted amount reimbursed monthly by CMS and then adjusted to actual based on a year-end cost report. CMS has the option to audit the cost reports filed by the Plan and thus adjustments to recorded amounts may occur based on these audits. Adjustments have been made to settle all cost reports 1998 and prior.

The Plan was awarded a Medicare Risk contract for a twenty county service area in Tennessee and Virginia in June 1997. In 1999, the Plan converted the Medicare Risk contract to a Medicare + Choice contract as required by the Balanced Budget Act of 1997. Under the contract, CMS makes a single monthly capitation payment to the Plan for each of its enrollees. The Plan provides services through an organized delivery system of contracted physicians, hospitals, and ancillary providers. On December 1, 2001, CMS approved the Plan’s application to expand its Medicare + Choice service area adding 6 counties in Tennessee and 3 counties in Virginia to the existing service area.

Medicare premium revenue recognized for the years ended December 31, 2003 and 2002, was \$142,782,339 and \$118,398,124, respectively.

Medicaid

TennCare

The Plan participates as a managed care organization (“MCO”) in the TennCare program. TennCare is a project authorized through a conditional waiver by CMS that replaced the State of Tennessee’s Medicaid program on January 1, 1994. Uninsured individuals and Medicaid eligible individuals who enroll in the TennCare program receive prepaid health care through participating MCO’s. The Plan received \$73,440,027 in premium revenue from TennCare in 2002. No premium revenue was received in 2003. See the following explanation.

During 2000, the Plan notified the State of Tennessee of its intention to withdraw from the TennCare program as of December 31, 2000. The State of Tennessee exercised its right to keep the Plan in the program under exigency, limiting the risk of financial loss, through June 30, 2001. During this time, the Plan worked with the State of Tennessee to develop a new risk arrangement mitigating the risk of financial loss under the program. Effective July 1, 2001, the Plan began participating in the TennCare program under an arrangement that mitigates the risk of financial loss. The contract is effective through December 31, 2003. This contract was subsequently amended and extended to December 31, 2004.

Effective July 1, 2002, the State of Tennessee amended its three-year TennCare contract with John Deere Health Plan, Inc. (the “Plan”) for an eighteen month stabilization period. From July 1, 2002 through December 31, 2003 under this agreement, the TennCare program operates under an Administration Services Only arrangement. This contract was subsequently amended and extended to December 31, 2004.

Iowa Medicaid

The Plan accepts a capitated premium to provide medical care for Iowa Medicaid eligible enrollees. Revenues received from Iowa Medicaid were \$43,266,012 and \$54,404,476 for 2003 and 2002, respectively. On July 1, 2003 the Plan provided termination notice effective September 1, 2003 to the State of Iowa in twenty counties due to poor financial performance on coverage for those areas. At December 31, 2003 the Plan remains in six counties in Iowa.

NOTES TO FINANCIAL STATEMENTS

19. MANAGING GENERAL AGENTS

None.

20. SEPTEMBER 11 EVENTS

None.

21. OTHER ITEMS

Extraordinary Items—None.

Troubled Debt Restructuring (Debtors)—None.

22. SUBSEQUENT EVENTS

None.

23. REINSURANCE

Ceded Reinsurance Report – Section 1- General Interrogatories- 1. Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company? Response: **NO**

2. Have any policies issued by the company been reinsured with a company chartered in a country other than the United States that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person no primarily engaged in the insurance business? Response: **NO**

Section 2- 1. Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credit? Response: **NO**

Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Response: **NO** Section 3- 1. What in the estimated amount of the aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of payment or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement?

Response: **NONE**

2. Have any new agreements been executed or existing agreements amended since January 1, 2003 to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement? Response: **NO**

Uncollectible Reinsurance- None.

Communication of Ceded Reinsurance- None.

Other Disclosures

The Plan carried \$1,000,000 reinsurance coverage in excess of an annual deductible of \$500,000 per person with Munich American for commercial insured members from January 1 through December 31, 2003. For Iowa Medicaid, the Plan carried \$1,000,000 reinsurance coverage in excess of an annual deductible of \$250,000 per person for July 1, 2002 through June 30, 2004. For Medicare + Choice enrollees, the Plan's current policy with Allianz Life carries \$1,000,000 reinsurance coverage in excess of an annual deductible of \$300,000 per person for the period of September 1, 2003 through August 31, 2004. For Illinois Point-of-Service, the Plan's current policy with Munich American carries \$1,000,000 reinsurance coverage in excess of an annual deductible of \$100,000 per person for January 1, 2003 through December 31, 2003.

Beginning January 1, 2001, the Plan's reinsurance contracts were with Munich American Reassurance Company ("Munich") and Reliastar Life Insurance Company ("Reliastar") for all enrollees, except Iowa Medicaid enrollees under the age of one. Effective September 1, 2002, the Plan entered a reinsurance contract with Allianz Life for Medicare Risk enrollees, which replaced the Reliastar policy.

Beginning July 1, 2001, Iowa Medicaid enrollees under the age of one were also covered under a reinsurance contract with Munich.

Gross hospital reinsurance expenses, included within premium revenues, for the years ended December 31, 2002 and 2001 were \$875,296 and \$836,445 respectively.

Reinsurance recoveries, which are recorded as net reinsurance claims incurred, for the years ended December 31, 2003 and 2002 were \$641,390 and \$211,076, respectively. There is \$293,026 of reinsurance receivable and no reinsurance payables as of December 31, 2003 and no reinsurance receivables and no reinsurance payables as of December 31, 2002.

24. RETROSPECTIVELY RATED CONTRACTS

None.

NOTES TO FINANCIAL STATEMENTS

25. CLAIMS UNPAID

Claims unpaid liability is developed using actuarial methods. History of actual claim payments is plotted on a matrix with incurred periods along the X-axis and payment months along the Y-axis. Estimated monthly claim behavior is developed from this data. Enrollment for each month is monitored to determine potential impact on claims incurred. Additional relevant information is evaluated to support unpaid claim liability calculations such as the number of claim opportunity days each month, the number of claim processing days each month, claim processing production statistics, claim volume received statistics, significant claims known, reinsurance, coordinated benefits, subrogation and other recoveries, implementation of new health care cost management programs, and any other information that may arise.

Using the above data, the current period estimate is developed. The expense per member per month is tested against historical trends and additional relevant information. Prior period claims unpaid estimates are evaluated using the lagged claim data. The liability has not been calculated using any special consideration for toxic waste cleanup, asbestos-related illnesses or other environmental remediation exposures. An external actuary also certifies the Plan’s reserves at 31 December each year.

	2003	2002
Claims unpaid	\$ 82,425,277	\$ 90,243,713
Accrued medical incentive pools	3,088,875	5,637,109
Less reinsurance recoverables	<u>0</u>	<u>(40,218)</u>
Total at January 1	<u>85,514,152</u>	<u>95,840,604</u>
Plus incurred related to:		
Current Year	561,108,448	511,844,731
Prior Years	<u>(2,852,370)</u>	<u>(5,710,816)</u>
Total Incurred Claims	<u>558,256,079</u>	<u>506,133,915</u>
Less paid claims related to :		
Current Year	472,623,311	427,560,142
Prior Years	<u>77,576,613</u>	<u>88,900,225</u>
Total Paid	<u>550,199,924</u>	<u>516,460,367</u>
Claims unpaid	93,315,097	82,425,277
Accrued medical incentive pools	255,210	3,088,875
Less reinsurance recoverables	<u>0</u>	<u>0</u>
Total at December 31	<u>\$ 93,570,307</u>	<u>\$ 85,514,152</u>

Total incurred claims above include out-of-period adjustments relating to changes in estimates for claims unpaid and provider risk sharing arrangements.

The majority of provider risk sharing arrangements, which includes a risk arrangement for the TennCare program, are accounted for in Claims unpaid on the Statements of Admitted Assets, Liabilities, Capital and Surplus. The remaining components are the Accrued medical incentive pool, Health care receivables, and Aggregate write-ins for other than invested assets. The portion contained in the Health care receivables are non-admitted. The impact of the provider risk sharing arrangements is reflected as Incentive pool and withhold adjustments in the Statements of Revenue and Expenses, and is included in current year incurred claims above.

The liability for claims unpaid at December 31, 2002 exceed actual claims paid in 2003 related to prior years by approximately \$2,800,000. This favorable result was reduced by provider risk sharing adjustments relating to years 2002 and prior of approximately \$525,715. Such risk sharing adjustments are included in current year incurred claims above.

The liability for Claims unpaid at December 31, 2001 exceeded actual claims paid in 2002 related to prior years by approximately \$5,600,000. This favorable result was reduced by provider risk sharing adjustments relating to years 2001 and prior of approximately \$4,400,000.

26. INTERCOMPANY POOLING ARRANGEMENTS

None.

27. STRUCTURED SETTLEMENTS

Not applicable.

28. HEALTHCARE RECEIVABLES

The Plan does not have Pharmacy Rebate Receivables on the balance sheet.

The risk sharing receivables were nonadmitted.

29. PARTICIPATING POLICIES

None.

30. PREMIUM DEFICIENCY RESERVES

NOTES TO FINANCIAL STATEMENTS

The Plan actuarially calculates and determines the need for a premium deficiency reserve based on contracts with remaining effective periods at December. The contracts are analyzed including remaining contractual premium compared to expected trended medical costs, expected administrative costs, investment income, and incentive pool and withhold adjustments. The analysis is done using large group business combined, small group business combined, Medicare + Choice alone, and Iowa Medicaid and Hawk-I combined. No premium deficiency reserve was necessary as of December 31, 2003 and 2002

31. ANTICIPATED SALVAGE AND SUBROGATION

None.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. Treasury securities	23,280,453	12.847	23,280,453	12.846
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	987,380	0.545	987,380	0.545
1.22 Issued by U.S. government sponsored agencies	29,738,622	16.411	29,738,622	16.410
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)		0.000		0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations		0.000		0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations		0.000		0.000
1.43 Revenue and assessment obligations	332,426	0.183	332,426	0.183
1.44 Industrial development and similar obligations		0.000		0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA	4,644,147	2.563	4,644,147	2.563
1.512 Issued by FNMA and FHLMC		0.000		0.000
1.513 Privately issued		0.000		0.000
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC	35,308,704	19.484	35,308,704	19.483
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC		0.000		0.000
1.523 All other privately issued		0.000		0.000
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	66,490,803	36.692	66,490,803	36.689
2.2 Unaffiliated foreign securities		0.000		0.000
2.3 Affiliated securities		0.000		0.000
3. Equity interests:				
3.1 Investments in mutual funds		0.000		0.000
3.2 Preferred stocks:				
3.21 Affiliated		0.000		0.000
3.22 Unaffiliated		0.000		0.000
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated	3,222,369	1.778	3,235,236	1.785
3.4 Other equity securities:				
3.41 Affiliated		0.000		0.000
3.42 Unaffiliated		0.000		0.000
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated		0.000		0.000
3.52 Unaffiliated		0.000		0.000
4. Mortgage loans:				
4.1 Construction and land development		0.000		0.000
4.2 Agricultural		0.000		0.000
4.3 Single family residential properties		0.000		0.000
4.4 Multifamily residential properties		0.000		0.000
4.5 Commercial loans		0.000		0.000
4.6 Mezzanine real estate loans		0.000		0.000
5. Real estate investments:				
5.1 Property occupied by the company		0.000	0	0.000
5.2 Property held for the production of income (includes \$ of property acquired in satisfaction of debt)		0.000	0	0.000
5.3 Property held for sale (\$ including property acquired in satisfaction of debt)		0.000	0	0.000
6. Policy loans		0.000		0.000
7. Receivables for securities		0.000	0	0.000
8. Cash and short-term investments	17,210,212	9.497	17,210,212	9.496
9. Other invested assets		0.000		0.000
10. Total invested assets	181,215,116	100.000	181,227,983	100.000

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes [X] No []
- 1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes [X] No [] NA []
- 1.3

State Regulating?

Illinois
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [X] No []
- 2.2

If yes, date of change:

08/14/2003

If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2002
- 3.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

06/30/1998
- 3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

08/11/1999
- 3.4

By what department or departments? Illinois Department of Insurance
- 4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business?

Yes [] No [X]

4.12 renewals?

Yes [] No [X]
- 4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business?

Yes [] No [X]

4.22 renewals?

Yes [] No [X]
- 5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]
- 5.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

- 6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes [] No [X]
- 6.2

If yes, give full information
- 7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]
- 7.2

If yes,

7.21 State the percentage of foreign control;

7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney in fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

(continued)

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?..... Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Deloitte & Touche, Chicago, IL
10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Steven N. Wander, Deloitte & Touche, Minneapolis, MN
11. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 11.1 What changes have been made during the year in the United States Manager or the United States Trustees of the reporting entity?
- 11.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 11.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 11.4 If answer to (11.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []

BOARD OF DIRECTORS

12. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
13. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
14. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees which is in or likely to conflict with the official duties of such person?. Yes [X] No []

FINANCIAL

- 15.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 15.11 To directors or other officers .. \$0
- 15.12 To stockholders not officers ... \$0
- 15.13 Trustees, supreme or grand (Fraternal only) \$0
- 15.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 15.21 To directors or other officers ... \$0
- 15.22 To stockholders not officers \$0
- 15.23 Trustees, supreme or grand (Fraternal only) \$0
- 16.1 Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement? Yes [] No [X]
- 16.2 If yes, state the amount thereof at December 31 of the current year:
- 16.21 Rented from others \$
- 16.22 Borrowed from others \$
- 16.23 Leased from others \$
- 16.24 Other \$
- Disclose in Notes to Financial the nature of each obligation.
- 17.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [X] No []
- 17.2 If answer is yes,
- 17.21 Amount paid as losses or risk adjustment \$
- 17.22 Amount paid as expenses \$1,969,494
- 17.23 Other amounts paid \$

GENERAL INTERROGATORIES
(continued)
INVESTMENT

18. List the following capital stock information for the reporting entity:

Class	1 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price if Callable	5 Is Dividend Rate Limited?		6 Are Dividends Cumulative?	
					Yes	No	Yes	No
Preferred	.....0	.....0	.....	.....	[ ]	[ ]	[ ]	[ ]
Common	1,000	10	0.000	XXX	XXX	XXX	XXX	XXX

19.1. Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E - Part 3 - Special Deposits? Yes [] No [X]

19.2 If no, give full and complete information relating thereto:

Mellon Bank, Pittsburgh, PA

20.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, except as shown on the Schedule E - Part 3 - Special Deposits; or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 16.1) Yes [] No [X]

20.2 If yes, state the amount thereof at December 31 of the current year:

20.21

Loaned to others

\$.....

20.22

Subject to repurchase agreements

\$.....

20.23

Subject to reverse repurchase agreements

\$.....

20.24

Subject to dollar repurchase agreements

\$.....

20.25

Subject to reverse dollar repurchase agreements

\$.....

20.26

Pledged as collateral

\$.....

20.27

Placed under option agreements

\$.....

20.28

Letter stock or other securities restricted as to sale ...

\$.....

20.29

Other

\$.....

20.3 For each category above, if any of these assets are held by other, identify by whom held:

20.31

20.35

20.32

20.36

20.33

20.37

20.34

20.38

20.39

For categories (20.21) and (20.23) above, and for any securities that were made available for use by another person during the period covered by this statement, attach a schedule as shown in the instructions to the annual statement.

20.4 For category (20.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....
.....

21.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

21.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA [X]
If no, attach a description with this statement.

22.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

22.2 If yes, state the amount thereof at December 31 of the current year. \$.....

GENERAL INTERROGATORIES
(continued)
INVESTMENT

23. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity’s offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 – General, Section IV.H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [] No [X]

23.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
.....

23.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	2 Complete Explanation(s)
Mellon Bank.....	Pittsburgh, PA.....	The custodial agreement will be updated and amended to include a statement regarding notification of termination to state commissioner, reporting on internal controls, and language about adequate insurance coverage.....

23.03 Have there been any changes, including name changes, in the custodian(s) identified in 23.01 during the current year?

Yes [] No [X]

23.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....
.....

23.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	2 Address
.....
.....

24.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?.....

Yes [] No [X]

24.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....
9999999. TOTAL		0

24.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding Of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....
.....

GENERAL INTERROGATORIES
(continued)
OTHER

- 25.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?.....\$0
- 25.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

- 26.1 Amount of payments for legal expenses, if any?.....\$0
- 26.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

- 27.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$0
- 27.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

GENERAL INTERROGATORIES

(continued)

PART 2 - HEALTH INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [] No [X]

1.2

If yes, indicate premium earned on U. S. business only

\$ 0

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$ 0

1.31 Reason for excluding

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$ 0

1.5

Indicate total incurred claims on all Medicare Supplement Insurance.

\$ 0

1.6

Individual policies:

Most current three years:

1.61 Total premium earned

\$ 0

1.62 Total incurred claims

\$ 0

1.63 Number of covered lives

\$ 0

All years prior to most current three years:

1.64 Total premium earned

\$ 0

1.65 Total incurred claims

\$ 0

1.66 Number of covered lives

\$ 0

1.7

Group policies:

Most current three years:

1.71 Total premium earned

\$ 0

1.72 Total incurred claims

\$ 0

1.73 Number of covered lives

\$ 0

All years prior to most current three years:

1.74 Total premium earned

\$ 0

1.75 Total incurred claims

\$ 0

1.76 Number of covered lives

\$ 0

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$ 624,187,714	\$	570,871,899
2.2	Premium Denominator	\$ 641,671,083	\$	586,120,667
2.3	Premium Ratio (2.1/2.2)	0.973		0.974
2.4	Reserve Numerator	\$ 93,570,306	\$	85,514,149
2.5	Reserve Denominator	\$ 93,570,307	\$	85,514,152
2.6	Reserve Ratio (2.4/2.5)	1.000		1.000

3.1

Has the reporting entity received any endowment or gift from contracting hospitals, physicians, dentists, or others that is agreed will be returned when, as and if the earnings of the reporting entity permits?

Yes [] No [X]

3.2

If yes, give particulars:

4.1

Have copies of all agreements stating the period and nature of hospitals', physicians', and dentists' care offered to subscribers and departments been filed with the appropriate regulatory agency?

Yes [X] No []

4.2

If not previously filed, furnish herewith a copy(ies) of such agreement(s). Do these agreements include additional benefits offered?

Yes [X] No []

5.1

Does the reporting entity have stop-loss reinsurance?

Yes [X] No []

5.2

If no, explain:

5.3

Maximum retained risk (see instructions)

5.31 Comprehensive Medical

\$

5.32 Medical Only

\$

5.33 Medicare Supplement

\$

5.34 Dental

\$

5.35 Other Limited Benefit Plan

\$

5.36 Other

\$ 500,000

6.

Describe arrangement which the reporting entity may have to protect subscribers and their dependents against the risk of insolvency including hold harmless provisions, conversion privileges with other carriers, agreements with providers to continue rendering services, and any other agreements:
Subscribers are protected under insolvency arrangements in place between company and reinsurance provisions provided by company's contract with provider networks.

7.1

Does the reporting entity set up its claim liability for provider services on a service data base?

Yes [X] No []

7.2

If no, give details:

8.

Provide the following Information regarding participating providers:

8.1

Number of providers at start of reporting year

11,189

8.2

Number of providers at end of reporting year

14,308

9.1

Does the reporting entity have business subject to premium rate guarantees?

Yes [] No [X]

9.2

If yes, direct premium earned:

9.21

Business with rate guarantees between 15-36 months

9.22

Business with rate guarantees over 36 months

GENERAL INTERROGATORIES
(continued)

PART 2 - HEALTH INTERROGATORIES

10.1 Does the reporting entity have Incentive Pool, Withhold and Bonus/ Arrangements in its provider contract?

Yes ☒ No ☐

10.2 If yes:

10.21 Maximum amount payable bonuses

\$.....1,134,000

10.22 Amount actually paid for year bonuses

\$.....204,382

10.23 Maximum amount payable withholds

\$.....32,343,976

10.24 Amount actually paid for year withholds

\$.....19,818,215

11.1 Is the reporting entity organized as:

11.12 A Medical Group/Staff Model,

Yes ☐ No ☒

11.13 An Individual Practice Association (IPA), or,

Yes ☐ No ☒

11.14 A Mixed Model (combination of above) ?.....

Yes ☐ No ☒

11.2 Is the reporting entity subject to Minimum Net Worth Requirements?

Yes ☒ No ☐

11.3 If yes, show the name of the state requiring such net worth.

Illinois

11.4 If yes, show the amount required.

\$.....65,149,533

11.5 Is this amount included as part of a contingency reserve in stockholders equity?

Yes ☐ No ☒

11.6 If the amount is calculated, show the calculation.

See Risk Based Capital Calculation

12. List service areas in which reporting entity is licensed to operate:

1
Name of Service Area
Illinois: Bureau, Carroll, DeWitt, Fulton, Henry, Jo Daviess, Knox, La Salle, Lee, Livingston, Marshall, McLean, Mercer, Peoria, Putnam, Rock Island, Stark, Tazewell, Warren, Whiteside, Woodford.....
Iowa: Appanoose, Benton, Blackhawk, Boone, Bremer, Buchanan, Butler, Calhoun,Carroll, Cedar, Chickasaw, Clarke, Clayton, Clinton, Dallas, Davis, Delaware, Des Moines, Dubuque, Fayette, Floyd, Franklin, Greene, Grundy, Guthrie, Hamilton, Hardin, Henry, Iowa, Jackson, Jasper, Jefferson, Johnson, Jones, Keokuk, Lee, Linn, Louisa, Lucas, Madison, Mahaska, Marion, Marshall, Monroe, Muscatine, Polk, Poweshiek, Sac, Scott, Story, Tama, Van Buren, Wapello, Warren, Washington, Wayne.....
Tennessee: Anderson, Bledsoe, Blount, Bradley, Campbell, Carter, Claiborne, Cocke, Franklin, Grainger, Greene, Grundy, Hamblen, Hamilton, Hancock, Hawkins, Jefferson, Johnson, Knox, Loudon, Marion, McMinn, Meigs, Monroe, Morgan, Polk, Rhea, Roane, Scott, Sequatchie, Sevier, Sullivan, Unicoi, Union, Washington.....
Virginia Counties: Bedford, Bland, Botetourt, Buchanan, Carroll, Craig, Dickenson, Floyd, Franklin, Giles, Grayson, Henry, Lee, Montgomery, Pulaski, Roanoke, Rockbridge, Russell, Scott, Smyth, Tazewell, Washington, Wise, Wythe.....
Virginia Cities: Bedford, Bristol, Buena Vista, Galax, Lexington, Martinsville, Norton, Radford, Roanoke, Salem.....

FIVE-YEAR HISTORICAL DATA

	1 2003	2 2002	3 2001	4 2000	5 1999
BALANCE SHEET ITEMS (Pages 2 and 3)					
1. Total admitted assets (Page 2, Line 26)	195,329,382	184,819,373	188,377,476	161,931,745	134,003,973
2. Total liabilities (Page 3, Line 22)	121,799,468	105,269,490	114,083,966	91,893,082	62,967,555
3. Statutory surplus	22,441,000	22,440,000	22,440,000	22,440,000	22,440,000
4. Total capital and surplus (Page 3, Line 30)	73,529,914	79,549,883	74,293,509	70,038,663	71,036,418
INCOME STATEMENT ITEMS (Page 4)					
5. Total revenues (Line 8)	641,671,083	586,398,243	572,242,559	470,118,152	424,905,914
6. Total medical and hospital expenses (Line 18)	558,256,079	506,133,915	494,171,972	393,706,162	355,177,028
7. Total administrative expenses (Line 21)	76,752,167	65,236,359	65,858,059	70,012,271	60,559,401
8. Net underwriting gain (loss) (Line 24)	(5,134,879)	1,200,609	1,961,097	(2,737,780)	1,244,402
9. Net investment gain (loss) (Line 27)	8,288,677	8,946,481	9,139,375	9,189,869	7,991,847
10. Total other income (Lines 28 plus 29)	(80,000)	(12,344)	(2,545)	(52,369)	(66,764)
11. Net income (loss) (Line 32)	2,059,637	6,495,598	11,097,927	6,399,720	9,169,485
RISK - BASED CAPITAL ANALYSIS					
12. Total adjusted capital	73,529,914	79,549,883	74,293,510	70,038,663	71,036,418
13. Authorized control level risk-based capital	21,716,511	19,863,864	18,376,244	14,646,612	11,817,868
ENROLLMENT (Exhibit 2)					
14. Total members at end of period (Column 5, Line 7)	225,405	206,584	275,792	245,123	229,998
15. Total member months (Column 6, Line 7)	2,762,768	2,846,461	3,126,928	2,740,608	2,666,107
OPERATING PERCENTAGE (Page 4)					
(Item divided by Page 4, sum of Lines 2, 3 and 5)					
16. Premiums earned (Lines 2 plus 3)	100.0	100.0	100.0	100.0	100.0
17. Total hospital and medical (Line 18)	87.0	86.4	86.4	85.5	85.2
18. Total underwriting deductions (Line 23)	100.8	99.8	99.7	100.7	99.7
19. Total underwriting gain (loss) (Line 24)	(0.8)	0.2	0.3	(0.6)	0.3
UNPAID CLAIMS ANALYSIS					
(U&I Exhibit, Part 2B)					
20. Total claims incurred for prior years (Line 12, Col. 5)	85,546,983	90,268,431	67,882,736	52,600,456	50,228,561
21. Estimated liability of unpaid claims – [prior year (Line 12, Col. 6)]	85,514,149	95,880,822	70,735,097	43,975,793	44,854,682
INVESTMENTS IN PARENT, SUBSIDIARIES AND AFFILIATES					
22. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)	0	0	0	0	0
23. Affiliated preferred stocks (Sch. D Summary, Line 39, Col. 1)	0	0	0	0	0
24. Affiliated common stocks (Sch. D Summary, Line 53, Col. 2)	0	0	0	0	0
25. Affiliated short-term investments (subtotal included in Sch. DA, Part 2, Col. 5, Line 11)	0	0	0	0	0
26. Affiliated mortgage loans on real estate	0	0	0	0	0
27. All other affiliated	0	0	0	0	0
28. Total of above Lines 22 to 27	0	0	0	0	0



ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION John Deere Health Plan, Inc. 2. (LOCATION)

NAIC Group Code	0219	BUSINESS IN THE STATE OF Illinois		DURING THE YEAR 2003							NAIC Company Code		95378	
		1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
			2	3										
		Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:														
1. Prior Year		33,247		33,240					7					
2. First Quarter		33,530		33,523					7					
3. Second Quarter		34,601		34,594					7					
4. Third Quarter		36,533		36,526					7					
5. Current Year		37,289		37,283					6					
6. Current Year Member Months		423,250		423,182					68					
Total Member Ambulatory Encounters for Year:														
7. Physician		170,874		170,751					123					
8. Non-Physician		29,476		29,473					3					
9. Total		200,350	0	200,224	0	0	0	0	126	0	0	0	0	0
10. Hospital Patient Days Incurred		10,592		10,592										
11. Number of Inpatient Admissions		2,683		2,683										
12. Health Premiums Collected		89,396,034		89,380,262					13,790					1,982
13. Life Premiums Direct		0												
14. Property/Casualty Premiums Written		0												
15. Health Premiums Earned		90,532,604		90,516,832					13,790					1,982
16. Property/Casualty Premiums Earned		0												
17. Amount Paid for Provision of Health Care Services		76,901,463		76,897,537					3,755					171
18. Amount Incurred for Provision of Health Care Services		82,327,944		82,327,032					797					115

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION John Deere Health Plan, Inc. 2. (LOCATION)

NAIC Group Code 0219		BUSINESS IN THE STATE OF Iowa		DURING THE YEAR 2003						NAIC Company Code 95378				
		1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
			2	3										
		Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:														
1. Prior Year		110,841		75,982					1,121	33,738				
2. First Quarter		116,563		81,065					1,113	34,385				
3. Second Quarter		119,216		82,612					1,109	35,495				
4. Third Quarter		96,765		86,507					1,111	9,147				
5. Current Year		99,625		88,778					1,087	9,760				
6. Current Year Member Months		1,337,804		1,010,861					13,361	313,582				
Total Member Ambulatory Encounters for Year:														
7. Physician		578,677		406,318					15,998	156,361				
8. Non-Physician		124,254		101,596					1,735	20,923				
9. Total		702,931	0	507,914	0	0	0	0	17,733	177,284	0	0	0	0
10. Hospital Patient Days Incurred		45,945		24,048					3,773	18,124				
11. Number of Inpatient Admissions		11,928		6,151					403	5,374				
12. Health Premiums Collected		256,076,193		199,209,317				8,600,967	2,532,872	43,266,012				2,467,025
13. Life Premiums Direct		0												
14. Property/Casualty Premiums Written		0												
15. Health Premiums Earned		259,172,493		202,044,568				8,862,016	2,532,872	43,266,012				2,467,025
16. Property/Casualty Premiums Earned		0												
17. Amount Paid for Provision of Health Care Services		219,420,076		163,595,856				8,182,582	2,357,500	42,947,665				2,336,473
18. Amount Incurred for Provision of Health Care Services		216,683,120		159,498,383				9,470,574	2,427,601	42,922,071				2,364,491

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION

John Deere Health Plan, Inc.

2.

NAIC Group Code		0219		BUSINESS IN THE STATE OF Tennessee		DURING THE YEAR 2003					NAIC Company Code		95378	
		1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
			2	3										
		Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:														
1. Prior Year		51,584		36,189					15,395					
2. First Quarter		69,377		53,460					15,917					
3. Second Quarter		71,416		54,782					16,634					
4. Third Quarter		75,419		58,142					17,277					
5. Current Year		76,619		59,220					17,399					
6. Current Year Member Months		864,937		665,119					199,818					
Total Member Ambulatory Encounters for Year:														
7. Physician		506,012		296,350					209,662					
8. Non-Physician		48,625		34,344					14,281					
9. Total		554,637	0	330,694	0	0	0	0	223,943	0	0	0	0	0
10. Hospital Patient Days Incurred		54,153		16,441					37,712					
11. Number of Inpatient Admissions		9,734		4,310					5,424					
12. Health Premiums Collected		238,253,431		122,297,936					103,457,018					12,498,477
13. Life Premiums Direct		0												
14. Property/Casualty Premiums Written		0												
15. Health Premiums Earned		248,777,348		133,266,965					103,011,906					12,498,477
16. Property/Casualty Premiums Earned		0												
17. Amount Paid for Provision of Health Care Services		207,452,854		108,802,239					86,998,956	989,647				10,662,012
18. Amount Incurred for Provision of Health Care Services		221,272,533		117,953,134					92,868,433	(410,353)				10,861,319

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0



ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION John Deere Health Plan, Inc. 2. (LOCATION)

NAIC Group Code 0219		BUSINESS IN THE STATE OF Virginia		DURING THE YEAR 2003							NAIC Company Code 95378			
		1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
			2	3										
		Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:														
1. Prior Year		10,912		7,937					2,975					
2 First Quarter		11,165		7,981					3,184					
3 Second Quarter		11,188		7,845					3,343					
4 Third Quarter		11,750		8,248					3,502					
5 Current Year		11,872		8,315					3,557					
6 Current Year Member Months		136,777		96,531					40,246					
Total Member Ambulatory Encounters for Year:														
7. Physician		81,552		42,960					38,592					
8. Non-Physician		9,569		6,485					3,084					
9. Total		91,121	0	49,445	0	0	0	0	41,676	0	0	0	0	0
10. Hospital Patient Days Incurred		10,103		3,319					6,784					
11. Number of Inpatient Admissions		1,952		865					1,087					
12. Health Premiums Collected		43,796,443		21,459,879					19,811,279					2,525,285
13. Life Premiums Direct		0												
14. Property/Casualty Premiums Written		0												
15. Health Premiums Earned		44,063,932		21,807,645					19,731,002					2,525,285
16. Property/Casualty Premiums Earned		0												
17. Amount Paid for Provision of Health Care Services		38,018,218		19,409,084					16,488,021					2,121,113
18. Amount Incurred for Provision of Health Care Services		38,613,873		19,389,328					17,043,253					2,181,292

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0



ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION John Deere Health Plan, Inc. 2. (LOCATION)

NAIC Group Code	0219	BUSINESS IN THE STATE OF Consolidated			DURING THE YEAR 2003							NAIC Company Code		95378
	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13	
		2	3											
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other	
Total Members at end of:														
1. Prior Year	206,584	0	153,348	0	0	0	0	19,498	33,738	0	0	0	0	
2. First Quarter	230,635	0	176,029	0	0	0	0	20,221	34,385	0	0	0	0	
3. Second Quarter	236,421	0	179,833	0	0	0	0	21,093	35,495	0	0	0	0	
4. Third Quarter	220,467	0	189,423	0	0	0	0	21,897	9,147	0	0	0	0	
5. Current Year	225,405	0	193,596	0	0	0	0	22,049	9,760	0	0	0	0	
6. Current Year Member Months	2,762,768	0	2,195,693	0	0	0	0	253,493	313,582	0	0	0	0	
Total Member Ambulatory Encounters for Year:														
7. Physician	1,337,115	0	916,379	0	0	0	0	264,375	156,361	0	0	0	0	
8. Non-Physician	211,924	0	171,898	0	0	0	0	19,103	20,923	0	0	0	0	
9. Total	1,549,039	0	1,088,277	0	0	0	0	283,478	177,284	0	0	0	0	
10. Hospital Patient Days Incurred	120,793	0	54,400	0	0	0	0	48,269	18,124	0	0	0	0	
11. Number of Inpatient Admissions	26,297	0	14,009	0	0	0	0	6,914	5,374	0	0	0	0	
12. Health Premiums Collected	627,522,101	0	432,347,394	0	0	0	8,600,967	125,814,959	43,266,012	0	0	0	17,492,769	
13. Life Premiums Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	
14. Property/Casualty Premiums Written	0	0	0	0	0	0	0	0	0	0	0	0	0	
15. Health Premiums Earned	642,546,377	0	447,636,010	0	0	0	8,862,016	125,289,570	43,266,012	0	0	0	17,492,769	
16. Property/Casualty Premiums Earned	0	0	0	0	0	0	0	0	0	0	0	0	0	
17. Amount Paid for Provision of Health Care Services	541,792,611	0	368,704,716	0	0	0	8,182,582	105,848,232	43,937,312	0	0	0	15,119,769	
18. Amount Incurred for Provision of Health Care Services	558,897,470	0	379,167,877	0	0	0	9,470,574	112,340,084	42,511,718	0	0	0	15,407,217	

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0

SCHEDULE A VERIFICATION BETWEEN YEARS

1.	Book/adjusted carrying value, December 31, prior year (prior year statement)	
2.	Increase (decrease) by adjustment:	
2.1	Totals, Part 1, Column 10	
2.2	Totals, Part 3, Column 7	
3.	Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances, Column 7) and net of additions and permanent improvements (Column 9)	
4.	Cost of additions and permanent improvements:	
4.1	Totals, Part 1, Column 13	
4.2	Totals, Part 3, Column 9	
5.	Total profit (loss) on sales, Part 3, Column 14	
6.	Increase (decrease) by foreign exchange adjustment:	
6.1	Totals, Part 1, Column 11	
6.2	Totals, Part 3, Column 8	
7.	Amounts received on sales, Part 3, Column 11 and Part 1, Column 12	
8.	Book/adjusted carrying value at end of current period	
9.	Total valuation allowance	
10.	Subtotal (Lines 8 plus 9)	
11.	Total nonadmitted amounts	
12.	Statement value, current period (Page 2, real estate lines, current period)	

SCHEDULE B VERIFICATION BETWEEN YEARS

1.	Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year	
2.	Amount loaned during year:	
2.1	Actual cost at time of acquisitions	
2.2	Additional investment made after acquisitions	
3.	Accrual of discount and mortgage interest points and commitment fees	
4.	Increase (decrease) by adjustment	
5.	Total profit (loss) on sale	
6.	Amounts paid on account or in full during the year	
7.	Amortization of premium	
8.	Increase (decrease) by foreign exchange adjustment	
9.	Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	
10.	Total valuation allowance	
11.	Subtotal (Lines 9 plus 10)	
12.	Total nonadmitted amounts	
13.	Statement value of mortgages owned at end of current period	

SCHEDULE BA VERIFICATION BETWEEN YEARS

1.	Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	
2.	Cost of acquisitions during year:	
2.1	Actual cost at time of acquisitions	
2.2	Additional investment made after acquisitions	
3.	Accrual of discount	
4.	Increase (decrease) by adjustment	
5.	Total profit (loss) on sale	
6.	Amounts paid on account or in full during the year	
7.	Amortization of premium	
8.	Increase (decrease) by foreign exchange adjustment	
9.	Book/adjusted carrying value of long-term invested assets at end of current period	
10.	Total valuation allowance	
11.	Subtotal (Lines 9 plus 10)	
12.	Total nonadmitted amounts	
13.	Statement value of long-term invested assets at end of current period	

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year					
Description		1 Book/Adjusted Carrying Value	2 Fair Value (a)	3 Actual Cost	4 Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States	48,270,063	49,295,041	48,363,898	48,041,338
	2. Canada	0	0	0	0
	3. Other Countries	0	0	0	0
	4. Totals	48,270,063	49,295,041	48,363,898	48,041,338
States, Territories and Possessions (Direct and guaranteed)	5. United States	0	0	0	0
	6. Canada	0	0	0	0
	7. Other Countries	0	0	0	0
	8. Totals	0	0	0	0
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States	0	0	0	0
	10. Canada	0	0	0	0
	11. Other Countries	0	0	0	0
	12. Totals	0	0	0	0
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	43,780,364	43,780,364	43,761,303	43,348,905
	14. Canada	0	0	0	0
	15. Other Countries	0	0	0	0
	16. Totals	43,780,364	43,780,364	43,761,303	43,348,905
Public Utilities (unaffiliated)	17. United States	2,256,865	2,613,929	3,206,293	3,250,000
	18. Canada	0	0	0	0
	19. Other Countries	0	0	0	0
	20. Totals	2,256,865	2,613,929	3,206,293	3,250,000
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	66,475,243	67,166,970	66,373,965	65,568,000
	22. Canada	0	0	0	0
	23. Other Countries	0	0	0	0
	24. Totals	66,475,243	67,166,970	66,373,965	65,568,000
Parent, Subsidiaries and Affiliates	25. Totals	0	0	0	0
	26. Total Bonds	160,782,535	162,856,304	161,705,458	160,208,244
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States	0	0	0	
	28. Canada	0	0	0	
	29. Other Countries	0	0	0	
	30. Totals	0	0	0	
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	0	0	0	
	32. Canada	0	0	0	
	33. Other Countries	0	0	0	
	34. Totals	0	0	0	
Industrial and Miscellaneous (unaffiliated)	35. United States	0	0	0	
	36. Canada	0	0	0	
	37. Other Countries	0	0	0	
	38. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	39. Totals	0	0	0	
	40. Total Preferred Stocks	0	0	0	
COMMON STOCKS Public Utilities (unaffiliated)	41. United States	0	0	0	
	42. Canada	0	0	0	
	43. Other Countries	0	0	0	
	44. Totals	0	0	0	
Banks, Trust and Insurance Companies (unaffiliated)	45. United States	1,494,032	1,494,032	1,448,407	
	46. Canada	0	0	0	
	47. Other Countries	0	0	0	
	48. Totals	1,494,032	1,494,032	1,448,407	
Industrial and Miscellaneous (unaffiliated)	49. United States	1,741,204	1,741,204	1,773,962	
	50. Canada	0	0	0	
	51. Other Countries	0	0	0	
	52. Totals	1,741,204	1,741,204	1,773,962	
Parent, Subsidiaries and Affiliates	53. Totals	0	0	0	
	54. Total Common Stocks	3,235,236	3,235,236	3,222,369	
	55. Total Stocks	3,235,236	3,235,236	3,222,369	
	56. Total Bonds and Stocks	164,017,771	166,091,540	164,927,827	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ 109,621,448 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	128,811,095	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	84,111,945	6.1 Column 17, Part 1	0
3. Increase (decrease) by adjustment:		6.2 Column 13, Part 2, Sec. 1	0
3.1 Column 16, Part 1	(88,869)	6.3 Column 11, Part 2, Sec. 2	0
3.2 Column 12, Part 2, Sec. 1	0	6.4 Column 11, Part 4	0
3.3 Column 10, Part 2, Sec. 2	586,862	7. Book/adjusted carrying value at end of current period	164,017,771
3.4 Column 10, Part 4	93,523	8. Total valuation allowance	0
4. Total gain (loss), Col. 14, Part 4	365,655	9. Subtotal (Lines 7 plus 8)	164,017,771
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4	49,862,440	10. Total nonadmitted amounts	0
		11. Statement value of bonds and stocks, current period	164,017,771

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1	4,549,403	17,027,433	22,683,971	4,009,256	.0	48,270,063	27.1	29,772,100	18.2	48,270,063	.0
1.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
1.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
1.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
1.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
1.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
1.7 Totals	4,549,403	17,027,433	22,683,971	4,009,256	0	48,270,063	27.1	29,772,100	18.2	48,270,063	0
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Class 1 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. States, Territories and Possessions etc., Guaranteed, Schedules D & DA (Group 3)											
3.1 Class 1 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1	9,239,029	19,771,924	13,673,059	1,096,351	.0	43,780,363	24.6	44,663,462	27.3	43,780,364	.0
5.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
5.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
5.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
5.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
5.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals	9,239,029	19,771,924	13,673,059	1,096,351	0	43,780,363	24.6	44,663,462	27.3	43,780,364	0

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1 .....	.0	500,957	1,012,938	.0	.0	1,513,895	.9	741,772	.5	1,513,894	.0
6.2 Class 2 .....	.0	742,971	.0	.0	.0	742,971	.4	.0	.0	742,971	.0
6.3 Class 3 .....	.0	.0	.0	.0	.0	.0	.0	985,584	.6	.0	.0
6.4 Class 4 .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6.5 Class 5 .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals	0	1,243,928	1,012,938	0	0	2,256,866	1.3	1,727,356	1.1	2,256,865	0
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1	21,710,155	31,591,396	22,842,447	4,402,148	.0	80,546,146	45.3	82,395,691	50.4	80,546,146	.0
7.2 Class 2 .....	.0	2,055,752	1,083,556	.0	.0	3,139,308	1.8	5,081,551	3.1	3,139,308	.0
7.3 Class 3 .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
7.4 Class 4 .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
7.5 Class 5 .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
7.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals	21,710,155	33,647,148	23,926,003	4,402,148	0	83,685,454	47.0	87,477,241	53.5	83,685,454	0
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.2 Class 2 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.3 Class 3 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.4 Class 4 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.5 Class 5 .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1	35,498,587	68,891,710	60,212,415	9,507,755	.0	174,110,467	.97.8	XXX	XXX	174,110,467	.0
10.2 Class 2	.0	2,798,723	1,083,556	.0	.0	3,882,279	2.2	XXX	XXX	3,882,279	.0
10.3 Class 3	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.4 Class 4	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.5 Class 5	.0	.0	.0	.0	.0	(c) .0	0.0	XXX	XXX	.0	.0
10.6 Class 6	.0	.0	.0	.0	.0	(c) .0	0.0	XXX	XXX	.0	.0
10.7 Totals	35,498,587	71,690,433	61,295,971	9,507,755	.0	(b) 177,992,746	100.0	XXX	XXX	177,992,746	.0
10.8 Line 10.7 as a % of Col. 6	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	0.0
11. Total Bonds Prior Year											
11.1 Class 1	61,216,550	64,825,467	29,491,377	2,039,631	.0	XXX	XXX	157,573,025	.96.3	157,573,024	.0
11.2 Class 2	2,980,241	2,000,896	100,413	.0	.0	XXX	XXX	5,081,550	3.1	5,081,551	.0
11.3 Class 3	.0	985,584	.0	.0	.0	XXX	XXX	985,584	0.6	985,584	.0
11.4 Class 4	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.5 Class 5	.0	.0	.0	.0	.0	XXX	XXX	(c) .0	0.0	.0	.0
11.6 Class 6	.0	.0	.0	.0	.0	XXX	XXX	(c) .0	0.0	.0	.0
11.7 Totals	64,196,791	67,811,947	29,591,790	2,039,631	.0	XXX	XXX	(b) 163,640,159	100.0	163,640,160	.0
11.8 Line 11.7 as a % of Col. 8	39.2	41.4	18.1	1.2	0.0	XXX	XXX	100.0	XXX	100.0	0.0
12. Total Publicly Traded Bonds											
12.1 Class 1	35,498,587	68,891,710	60,212,414	9,507,756	.0	174,110,467	.97.8	157,573,024	.96.3	174,110,467	XXX
12.2 Class 2	.0	2,798,723	1,083,556	.0	.0	3,882,279	2.2	5,081,551	3.1	3,882,279	XXX
12.3 Class 3	.0	.0	.0	.0	.0	.0	0.0	985,584	0.6	.0	XXX
12.4 Class 4	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.5 Class 5	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.6 Class 6	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.7 Totals	35,498,587	71,690,433	61,295,970	9,507,756	.0	177,992,746	100.0	163,640,159	100.0	177,992,746	XXX
12.8 Line 12.7 as a % of Col. 6	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Class 1	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.2 Class 2	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.3 Class 3	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.4 Class 4	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.5 Class 5	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.6 Class 6	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.7 Totals	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.8 Line 13.7 as a % of Col. 6	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	XXX	.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

(a) Includes \$.0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
(b) Includes \$.0 current year, \$.0 prior year of bonds with Z designations and \$.0 prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
(c) Includes \$.0 current year, \$.0 prior year of bonds with 5* designations and \$.0 current year, \$.0 prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations	4,522,715	17,015,276	22,681,773	4,008,916	.0	48,228,680	27.1	29,669,967	18.1	48,228,680	.0
1.2 Single Class Mortgage-Backed/Asset-Backed Securities	26,688	12,157	2,197	341	0	41,383	0.0	102,133	0.1	41,383	0
1.7 Totals	4,549,403	17,027,433	22,683,970	4,009,257	0	48,270,063	27.1	29,772,100	18.2	48,270,063	0
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.2 Single Class Mortgage-Backed/Asset-Backed Securities	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.4 Other	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
2.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. States, Territories, and Possessions Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.2 Single Class Mortgage-Backed/Asset-Backed Securities	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.4 Other	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
3.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.2 Single Class Mortgage-Backed/Asset-Backed Securities	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.4 Other	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
4.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations	997,365	836,734	987,380	1,047,417	.0	3,868,896	2.2	8,781,411	5.4	3,868,896	.0
5.2 Single Class Mortgage-Backed/Asset-Backed Securities	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined	8,241,664	18,935,190	12,685,679	48,934	.0	39,911,467	22.4	35,882,051	21.9	39,911,468	.0
5.4 Other	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
5.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals	9,239,029	19,771,924	13,673,059	1,096,351	0	43,780,363	24.6	44,663,461	27.3	43,780,364	0

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations .....	.0	1,243,927	1,012,938	.0	.0	2,256,865	1.3	1,727,356	1.1	2,256,865	.0
6.2 Single Class Mortgage-Backed/Asset-Based Securities .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
6.3 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
6.4 Other .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
6.5 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
6.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals	0	1,243,927	1,012,938	0	0	2,256,865	1.3	1,727,356	1.1	2,256,865	0
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations	21,710,155	33,647,148	23,926,003	4,402,148	.0	83,685,454	47.0	87,477,242	53.5	83,685,454	.0
7.2 Single Class Mortgage-Backed/Asset-Based Securities .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
7.3 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
7.4 Other .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
7.5 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
7.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals	21,710,155	33,647,148	23,926,003	4,402,148	0	83,685,454	47.0	87,477,242	53.5	83,685,454	0
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
9. Parents, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.2 Single Class Mortgage-Backed/Asset-Based Securities .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
9.3 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.4 Other .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
9.5 Defined .....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	.0
9.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	27,230,235	52,743,085	48,608,094	9,458,482	0	138,039,896	77.6	XXX	XXX	138,039,896	0
10.2 Single Class Mortgage-Backed/Asset-Backed Securities	26,688	12,157	2,197	341	0	41,383	0.0	XXX	XXX	41,383	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
10.3 Defined	8,241,664	18,935,190	12,685,679	48,934	0	39,911,467	22.4	XXX	XXX	39,911,468	0
10.4 Other	0	0	0	0	0	0	0.0	XXX	XXX	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
10.5 Defined	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.6 Other	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.7 Totals	35,498,587	71,690,432	61,295,970	9,507,757	0	177,992,746	100.0	XXX	XXX	177,992,747	0
10.8 Line 10.7 as a % of Col. 6	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	0.0
11. Total Bonds Prior Year											
11.1 Issuer Obligations	55,442,258	48,788,344	21,956,769	1,468,604	0	XXX	XXX	127,655,975	78.0	127,655,975	0
11.2 Single Class Mortgage-Backed/Asset-Backed Securities	36,984	50,802	10,226	4,121	0	XXX	XXX	102,133	0.1	102,133	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
11.3 Defined	8,717,549	18,972,801	7,624,794	566,906	0	XXX	XXX	35,882,050	21.9	35,882,051	0
11.4 Other	0	0	0	0	0	XXX	XXX	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
11.5 Defined	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.6 Other	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.7 Totals	64,196,791	67,811,947	29,591,789	2,039,631	0	XXX	XXX	163,640,158	100.0	163,640,159	0
11.8 Line 11.7 as a % of Col. 8	39.2	41.4	18.1	1.2	0.0	XXX	XXX	100.0	XXX	100.0	0.0
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	27,230,235	52,743,085	48,608,094	9,458,482	0	138,039,896	77.6	127,655,975	78.0	138,039,896	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities	26,688	12,157	2,197	341	0	41,383	0.0	102,133	0.1	41,383	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
12.3 Defined	8,241,664	18,935,190	12,685,679	48,934	0	39,911,467	22.4	35,882,051	21.9	39,911,467	XXX
12.4 Other	0	0	0	0	0	0	0.0	0	0.0	0	XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
12.5 Defined	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.6 Other	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.7 Totals	35,498,587	71,690,432	61,295,970	9,507,757	0	177,992,746	100.0	163,640,158	100.0	177,992,746	XXX
12.8 Line 12.7 as a % of Col. 6	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	19.9	40.3	34.4	5.3	0.0	100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.2 Single Class Mortgage-Backed/Asset-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
13.3 Defined	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.4 Other	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
13.5 Defined	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.6 Other	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.7 Totals	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.8 Line 13.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

SCHEDULE DA - PART 2

Verification of SHORT-TERM INVESTMENTS Between Years					
	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year	37,477,083	37,477,083	0	0	0
2. Cost of short-term investments acquired	81,630,294	79,756,008	0	1,874,286	0
3. Increase (decrease) by adjustment	(1,740)	(1,740)	0	0	0
4. Increase (decrease) by foreign exchange adjustment	0	0	0	0	0
5. Total profit (loss) on disposal of short-term investments	0	0	0	0	0
6. Consideration received on disposal of short-term investments	101,895,425	100,021,139	0	1,874,286	0
7. Book/adjusted carrying value, current year	17,210,212	17,210,212	0	0	0
8. Total valuation allowance	0	0	0	0	0
9. Subtotal (Lines 7 plus 8)	17,210,212	17,210,212	0	0	0
10. Total nonadmitted amounts	0	0	0	0	0
11. Statement value (Lines 9 minus 10)	17,210,212	17,210,212	0	0	0
12. Income collected during year	203,885	203,885	0	0	0
13. Income earned during year	208,887	208,887	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - VBY
NONE

Schedule DB - Part B - VBY
NONE

Schedule DB - Part C - VBY
NONE

Schedule DB - Part D - VBY
NONE

Schedule DB - Part E - VBY
NONE

Schedule DB - Part F - Section 1
NONE

Schedule DB - Part F - Section 2
NONE

Schedule S - Part 1 - Section 2
NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE S - PART 2

Reinsurance Recoverable on Paid and Unpaid Losses Listed by Reinsuring Company as of December 31, Current Year

[illegible]

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE S - PART 3 - SECTION 2

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

[illegible]

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Reinsurance Ceded to Unauthorized Companies

[illegible]

Schedule S-Part 5
Five-Year Exhibit of Reinsurance Ceded Business
(000 Omitted)

	1 2003	2 2002	3 2001	4 2000	5 1999
A. OPERATIONS ITEMS					
1. Premiums.....	659	557	2,600	1,843	2,281
2. Title XVIII-Medicare.....	54	72	166	173	246
3. Title XIX-Medicaid.....	162	208	316	673	1,029
4. Commissions and reinsurance expense allowance.....		0	0	0	0
5. Total hospital and medical expenses.....	641	211	1,791	1,537	1,820
B. BALANCE SHEET ITEMS					
6. Premiums receivable		0	0	0	0
7. Claims payable.....		0	0	0	0
8. Reinsurance recoverable on paid losses.....	293	0	40	254	239
9. Experience rating refunds due or unpaid.....		0	0	0	0
10. Commissions and reinsurance expense allowances unpaid.....		0	0	0	0
11. Unauthorized reinsurance offset.....	0	0	0	0	0
C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)					
12. Funds deposited by and withheld from (F).....	0	0	0	0	0
13. Letters of credit (L).....	0	0	0	0	0
14. Trust agreements (T).....	0	0	0	0	0
15. Other (O)	0	0	0	0	0

SCHEDULE S-PART 6
Restatement of Balance Sheet to Identify Net Credit For Ceded Reinsurance

	1	2	3
	As Reported (net of ceded)	Restatement Adjustments	Restated (gross of ceded)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 10)	181,227,983		181,227,983
2. Accident and health premiums due and unpaid (Line 12).....	7,228,473		7,228,473
3. Amounts recoverable from reinsurers (Line 13.1).....	293,026	(293,026)	0
4. Net credit for ceded reinsurance.....	XXX	293,026	293,026
5. All other admitted assets (Balance).....	6,579,900		6,579,900
6. Total assets (Line 26)	195,329,382	0	195,329,382
LIABILITIES, CAPITAL AND SURPLUS (Page 3)			
7. Claims unpaid (Line 1).....	93,315,097	0	93,315,097
8. Accrued medical incentive pool and bonus payments (Line 2).....	255,210		255,210
9. Premiums received in advance (Line 8).....	22,158,214		22,158,214
10. Reinsurance in unauthorized companies (Line 18).....	0	0	0
11. All other liabilities (Balance).....	6,070,947		6,070,947
12. Total liabilities (Line 22).....	121,799,468	0	121,799,468
13. Total capital and surplus (Line 30).....	73,529,914	XXX	73,529,914
14. Total liabilities, capital and surplus (Line 31)	195,329,382	0	195,329,382
NET CREDIT FOR CEDED REINSURANCE			
15. Claims unpaid.....	0		
16. Accrued medical incentive pool.....	0		
17. Premiums received in advance	0		
18. Reinsurance recoverable on paid losses	293,026		
19. Other ceded reinsurance recoverables	0		
20. Total ceded reinsurance recoverables	293,026		
21. Premiums receivable	0		
22. Unauthorized reinsurance	0		
23. Other ceded reinsurance payables/offsets	0		
24. Total ceded reinsurance payable/offsets	0		
25. Total net credit for ceded reinsurance	293,026		

SCHEDULE T PREMIUMS AND OTHER CONSIDERATIONS

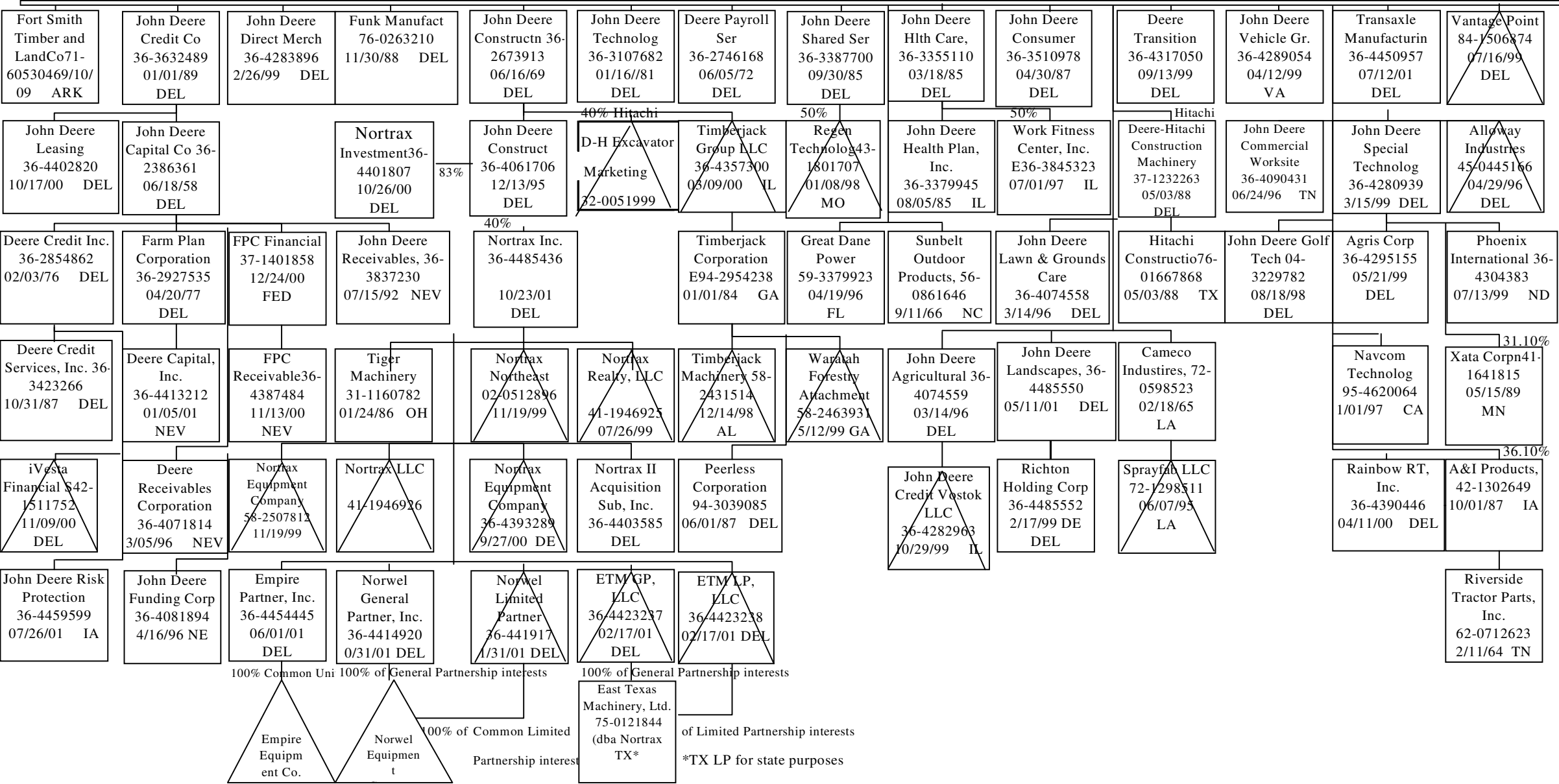
Allocated by States and Territories

		1	2	Direct Business Only					
				3	4	5	6	7	8
States, Etc.		Guaranty Fund (Yes or No)	Is Insurer Licensed? (Yes or No)	Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life & Annuity Premiums & Deposit Type Contract Funds	Property/Casualty Premiums
1.	Alabama	AL	No						
2.	Alaska	AK	No						
3.	Arizona	AZ	No						
4.	Arkansas	AR	No						
5.	California	CA	No						
6.	Colorado	CO	No						
7.	Connecticut	CT	No						
8.	Delaware	DE	No						
9.	District of Columbia	DC	No						
10.	Florida	FL	No						
11.	Georgia	GA	No						
12.	Hawaii	HI	No						
13.	Idaho	ID	No						
14.	Illinois	IL	Yes	90,401,345	13,790				
15.	Indiana	IN	No						
16.	Iowa	IA	No	204,629,063	2,218,633	43,266,012	8,862,016		
17.	Kansas	KS	No						
18.	Kentucky	KY	No						
19.	Louisiana	LA	No						
20.	Maine	ME	No						
21.	Maryland	MD	No						
22.	Massachusetts	MA	No						
23.	Michigan	MI	No						
24.	Minnesota	MN	No						
25.	Mississippi	MS	No						
26.	Missouri	MO	No						
27.	Montana	MT	No						
28.	Nebraska	NE	No						
29.	Nevada	NV	No						
30.	New Hampshire	NH	No						
31.	New Jersey	NJ	No						
32.	New Mexico	NM	No						
33.	New York	NY	No						
34.	North Carolina	NC	No						
35.	North Dakota	ND	No						
36.	Ohio	OH	No						
37.	Oklahoma	OK	No						
38.	Oregon	OR	No						
39.	Pennsylvania	PA	No						
40.	Rhode Island	RI	No						
41.	South Carolina	SC	No						
42.	South Dakota	SD	No						
43.	Tennessee	TN	No	145,765,442	103,326,144				
44.	Texas	TX	No						
45.	Utah	UT	No						
46.	Vermont	VT	No						
47.	Virginia	VA	No	24,332,930	19,731,002				
48.	Washington	WA	No						
49.	West Virginia	WV	No						
50.	Wisconsin	WI	No						
51.	Wyoming	WY	No						
52.	American Samoa	AS							
53.	Guam	GU							
54.	Puerto Rico	PR							
55.	U.S. Virgin Islands	VI							
56.	Canada	CN							
57.	Aggregate other alien	OT	XXX	0	0	0	0	0	0
58.	Total (Direct Business)	XXX	(a) 4	465,128,780	125,289,570	43,266,012	8,862,016	0	0
DETAILS OF WRITE-INS									
5701.									
5702.									
5703.									
5798.	Summary of remaining write-ins for Line 57 from overflow page			0	0	0	0	0	0
5799.	Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)			0	0	0	0	0	0

Explanation of basis of allocation by states, premiums by state, etc.:
(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER AND HMO MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



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[illegible]

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

1.

Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?.....

Yes [☐] No [☒]
2.

Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?.....

Yes [☒] No [☐]
3.

Will an actuarial certification be filed by March 1?.....

Yes [☒] No [☐]
4.

Will the Risk-based Capital Report be filed with the NAIC by March 1?.....

Yes [☒] No [☐]
5.

Will the Risk-based Capital Report be filed with the state of domicile, if required by March 1?.....

Yes [☒] No [☐]
6.

Will the SVO Compliance Certification be filed by March 1?

Yes [☒] No [☐]
7.

Will the Life Supplement be filed the state of domicile and the NAIC by March 1?

Yes [☐] No [☒]
8.

Will the Property/Casualty Supplement be filed the state of domicile and the NAIC by March 1?.....

Yes [☐] No [☒]

APRIL FILING

9.

Will Management's Discussion and Analysis be filed by April 1?.....

Yes [☒] No [☐]
10.

Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile by April 1?.....

Yes [☐] No [☒]
11.

Will the Investment Risks Interrogatories be filed by April 1?

Yes [☒] No [☐]

JUNE FILING

12.

Will an audited financial report be filed by June 1 with the state of domicile?

Yes [☒] No [☐]

EXPLANATIONS:

1.

NONE Pages
7.


NONE Pages
8.


NONE Pages
10.


NONE Pages


BAR CODE:

1.


9 5 3 7 8 2 0 0 3 3 6 0 5 8 0 0 0
7.


9 5 3 7 8 2 0 0 3 2 0 5 0 0 0 0 0
8.


9 5 3 7 8 2 0 0 3 2 0 7 0 0 0 0 0
10.


9 5 3 7 8 2 0 0 3 3 3 0 5 8 0 0 0

OVERFLOW PAGE FOR WRITE-INS

M003 Additional Aggregate Lines for Page 03 Line 21.
*LIAB

2104.	Accounts Payable - Other.....	80,000		80,000	0
2197.	Summary of remaining write-ins for Line 21 from Page 03	80,000	0	80,000	0

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
US Governments Issuer Obligations (10) United States																				
3128X0-B4-0...	Freddie Mac US\$ Cost = 1,000,000 Par = 1,000,000.....		4.375	FA.....	02/04/2010.....			1,000,000	1,000,000	99.9380	999,380	1,000,000	17,865	21,875				1.....	01/30/2003...	4.375
3128X0-UR-8...	Freddie Mac US\$ Cost = 996,875 Par = 1,000,000.....		3.500	JJ.....	01/07/2008.....			997,427	1,000,000	0.0000	997,427	996,875	16,917	17,500	552			1.....	01/28/2003...	3.569
3128X1-2J-5...	Freddie Mac US\$ Cost = 1,000,000 Par = 1,000,000.....		6.000	MN.....	11/05/2018.....			1,000,000	1,000,000	0.0000	1,000,000	1,000,000	9,333					1.....	11/05/2003...	6.000
3128X1-JY-4...	Freddie Mac US\$ Cost = 1,000,000 Par = 1,000,000.....		4.600	JD.....	06/05/2018.....			1,000,000	1,000,000	0.0000	1,000,000	1,000,000	3,322	23,000				1.....	06/18/2003...	4.600
3128X2-EV-3...	Freddie Mac US\$ Cost = 1,000,000 Par = 1,000,000.....		4.750	JD.....	12/08/2010.....			1,000,000	1,000,000	0.0000	1,000,000	1,000,000	3,035					1.....	12/04/2003...	4.750
312924-TF-0...	Freddie Mac US\$ Cost = 490,938 Par = 500,000.....		4.350	MN.....	11/21/2006.....			494,456	500,000	0.0000	494,456	490,938	2,417	21,750	1,743			1.....	11/30/2001...	4.764
312925-W7-1...	Freddie Mac US\$ Cost = 998,125 Par = 1,000,000.....		5.125	FA.....	08/20/2012.....			998,162	1,000,000	0.0000	998,162	998,125	18,649		37			1.....	10/09/2003...	5.151
313395-LC-7...	Federal Home Loan Bank US\$ Cost = 523,165 Par = 500,000.....		6.789	FA.....	02/05/2007.....			512,866	500,000	0.0000	512,866	523,165	13,767	33,945	(3,700)			1.....	01/24/2001...	5.865
31339X-EY-6...	Federal Home Loan Bank US\$ Cost = 1,499,063 Par = 1,500,000.....		2.500	JD.....	12/20/2013.....			1,515,543	1,500,000	0.0000	1,515,543	1,499,063	1,146	18,750	16,481			1.....	06/09/2003...	4.574
31339X-KB-9...	Federal Home Loan Bank US\$ Cost = 999,375 Par = 1,000,000.....		3.500	JD.....	06/26/2013.....			1,004,507	1,000,000	0.0000	1,004,507	999,375	486	17,500	5,132			1.....	06/06/2003...	4.502
31339X-NW-0...	Federal Home Loan Bank US\$ Cost = 1,000,000 Par = 1,000,000.....		3.000	JD.....	06/30/2010.....			1,003,977	1,000,000	0.0000	1,003,977	1,000,000	83	15,000	3,977			1.....	06/05/2003...	3.793
31339X-QS-6...	Federal Home Loan Bank US\$ Cost = 1,000,000 Par = 1,000,000.....		2.125	JD.....	06/30/2010.....			1,010,635	1,000,000	0.0000	1,010,635	1,000,000	59	10,625	10,635			1.....	06/05/2003...	4.243
3133M7-UL-8...	Federal Home Loan Bank US\$ Cost = 983,590 Par = 1,000,000.....		5.705	MS.....	03/02/2009.....			988,263	1,000,000	0.0000	988,263	983,590	18,858	57,050	1,871			1.....	05/18/2001...	5.970
3133MJ-KH-2...	Federal Home Loan Bank US\$ Cost = 500,000 Par = 500,000.....		4.550	MN.....	11/20/2006.....			500,000	500,000	0.0000	500,000	500,000	2,591	22,750				1.....	11/07/2001...	4.550
3133MJ-UR-9...	Federal Home Loan Bank US\$ Cost = 979,880 Par = 1,000,000.....		4.125	MN.....	11/15/2006.....			987,840	1,000,000	0.0000	987,840	979,880	5,271	41,250	3,862			1.....	11/15/2001...	4.580
3133MK-EC-7...	Federal Home Loan Bank US\$ Cost = 999,860 Par = 1,000,000.....		4.125	MN.....	11/15/2004.....			999,918	1,000,000	0.0000	999,918	999,860	5,271	41,250	46			1.....	12/20/2001...	4.130
3133MW-M3-2...	Federal Home Loan Bank US\$ Cost = 998,125 Par = 1,000,000.....		5.300	MS.....	03/13/2018.....			998,149	1,000,000	0.0000	998,149	998,125	15,900	26,500	24			1.....	07/21/2003...	5.318
3133MX-XT-1...	Federal Home Loan Bank US\$ Cost = 993,750 Par = 1,000,000.....		3.000	AO.....	04/30/2013.....			1,009,837	1,000,000	0.0000	1,009,837	993,750	5,083	15,000	16,087			1.....	04/03/2003...	5.433
3133X0-ZE-2...	Federal Home Loan Bank US\$ Cost = 1,000,000 Par = 1,000,000.....		4.000	MS.....	09/23/2010.....	09/23/2006.....	100.000	999,951	1,000,000	0.0000	999,951	1,000,000	10,889		(49)			1.....	09/03/2003...	4.000
31359M-KF-9...	Fannie Mae US\$ Cost = 992,410 Par = 1,000,000.....		6.250	JJ.....	07/19/2011.....			993,812	1,000,000	102.5310	1,025,310	992,410	28,125	62,500	617			1.....	07/12/2001...	6.354
31359M-LH-4...	Fannie Mae US\$ Cost = 974,805 Par = 1,000,000.....		4.375	AO.....	10/15/2006.....			984,658	1,000,000	105.0310	1,050,310	974,805	9,236	43,750	4,988			1.....	12/28/2001...	4.968
31359M-TP-8...	Fannie Mae US\$ Cost = 1,010,770 Par = 1,000,000.....		5.125	JJ.....	01/02/2014.....			1,010,767	1,000,000	0.0000	1,010,767	1,010,770	7,830		(3)			1.....	12/29/2003...	4.987
31364G-BF-5...	Fannie Mae US\$ Cost = 969,920 Par = 1,000,000.....		5.380	AO.....	10/02/2013.....			973,010	1,000,000	0.0000	973,010	969,920	13,301	53,800	2,008			1.....	06/06/2002...	5.744
3136F0-Z4-7...	Fannie Mae US\$ Cost = 1,944,375 Par = 2,000,000.....		4.450	MN.....	11/08/2006.....			1,965,638	2,000,000	0.0000	1,965,638	1,944,375	13,103	89,000	10,886			1.....	12/28/2001...	5.103
3136F3-AJ-5...	Fannie Mae US\$ Cost = 998,750 Par = 1,000,000.....		5.000	FA.....	02/27/2013.....			998,812	1,000,000	0.0000	998,812	998,750	17,222	25,000	62			1.....	04/03/2003...	5.015
912827-S6-3...	U S Treasury US\$ Cost = 5,175,000 Par = 5,000,000.....		5.500	MN.....	05/15/2009.....			5,134,759	5,000,000	111.2190	5,560,950	5,175,000	35,508	275,000	(21,467)			1.....	01/29/2002...	4.921
912827-SM-0...	U S Treasury Note US\$ Cost = 3,579,375 Par = 3,500,000.....		6.000	FA.....	08/15/2004.....			3,522,797	3,500,000	103.0310	3,606,085	3,579,375	79,321	210,000	(36,047)			1.....	05/02/2002...	4.912
912827-GT-4...	U S Treasury US\$ Cost = 2,110,313 Par = 2,000,000.....		5.000	FA.....	02/15/2011.....			2,088,580	2,000,000	107.4060	2,148,120	2,110,313	37,772	100,000	(10,448)			1.....	11/09/2001...	4.271
912827-YB-2...	U S Treasury US\$ Cost = 976,875 Par = 1,000,000.....		5.000	FA.....	08/15/2011.....			980,443	1,000,000	107.0310	1,070,310	976,875	18,886	50,000	2,027			1.....	03/11/2002...	5.314
912827-W8-1...	U S Treasury Note US\$ Cost = 1,007,344 Par = 1,000,000.....		5.625	FA.....	02/15/2006.....			1,002,312	1,000,000	107.7810	1,077,810	1,007,344	21,247	56,250	(1,031)			1.....	07/02/1998...	5.505
912827-Y5-5...	U S Treasury US\$ Cost = 1,628,516 Par = 1,500,000.....		7.000	JJ.....	07/15/2006.....			1,564,084	1,500,000	112.0000	1,680,000	1,628,516	48,505	105,000	(23,069)			1.....	01/25/2001...	5.181
912828-AH-3...	U.S. Treasury US\$ Cost = 2,028,281 Par = 2,000,000...		3.250	FA.....	08/15/2007.....			2,021,568	2,000,000	102.0000	2,040,000	2,028,281	24,552	65,000	(5,576)			1.....	10/15/2002...	2.933
912828-AN-0...	U.S. Treasury US\$ Cost = 2,984,766 Par = 3,000,000...		3.000	MN.....	11/15/2007.....			2,987,601	3,000,000	100.8750	3,026,250	2,984,766	11,621	90,000	2,835			1.....	01/16/2003...	3.114
912828-BH-2...	U.S. Treasury US\$ Cost = 1,980,938 Par = 2,000,000...		4.250	FA.....	08/15/2013.....			1,981,433	2,000,000	100.1250	2,002,500	1,980,938	32,106		495			1.....	08/11/2003...	4.369
912828-BM-1...	U.S. Treasury US\$ Cost = 1,996,875 Par = 2,000,000...		3.125	AO.....	10/15/2008.....			1,996,876	2,000,000	0.0000	1,996,876	1,996,875	13,320		1			1.....	12/31/2003...	3.160
Total United States								48,228,680	48,000,000	XXX	49,253,658	48,322,056	562,595	1,609,045	(17,023)	0	0	XXX	XXX	XXX
0199999 - Total Bonds - U.S. Government - Issuer Obligations								48,228,680	48,000,000	XXX	49,253,658	48,322,056	562,595	1,609,045	(17,023)	0	0	XXX	XXX	XXX
Single Class Mortgage (SC) United States																				

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
36217L-FH-4...	GNMA Pool #0196468 US\$ Cost = 14,339 Par = 13,888.....		10.000	MTLY...	11/15/2004.....			13,925	13,888	0.0000	13,925	14,339	116	1,389	8			1.....	10/27/1989...	8.739
36218S-SV-3...	GNMA Pool #0231032 US\$ Cost = 889 Par = 895.....		9.000	MTLY...	07/15/2017.....			890	895	0.0000	890	889	7	81	1			1.....	07/07/1989...	9.227
36220E-5X-1...	GNMA Pool #0276362 US\$ Cost = 1,422 Par = 1,387.....		9.500	MTLY...	09/15/2004.....			1,385	1,387	0.0000	1,385	1,422	11	132	(7)			1.....	10/13/1989...	9.094
36220N-VU-8...	GNMA Pool #0283327 US\$ Cost = 20,999 Par = 20,990.....		9.000	MTLY...	12/15/2019.....			20,998	20,990	0.0000	20,998	20,999	157	1,889	6			1.....	11/16/1989...	8.942
36220Y-KL-6...	GNMA Pool #0291999 US\$ Cost = 4,192 Par = 4,178.....		9.000	MTLY...	10/15/2005.....			4,185	4,178	0.0000	4,185	4,192	31	376	13			1.....	10/24/1990...	8.179
Total United States								41,383	41,338	XXX	41,383	41,842	322	3,866	20	0	0	XXX	XXX	XXX
0299999 - Total Bonds - U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities								41,383	41,338	XXX	41,383	41,842	322	3,866	20	0	0	XXX	XXX	XXX
0399996 - Bonds - U.S. Government								48,270,063	48,041,338	XXX	49,295,041	48,363,898	562,917	1,612,911	(17,003)	0	0	XXX	XXX	XXX
0399999 - Total - U.S. Government Bonds								48,270,063	48,041,338	XXX	49,295,041	48,363,898	562,917	1,612,911	(17,003)	0	0	XXX	XXX	XXX
Special Revenue & Assessment Issuer Obligations (10) United States Virginia																				
92812T-NX-5...	Virginia St Hsg Dev Auth Comwl US\$ Cost = 330,605 Par = 335,000.....		5.740	AO.....	04/01/2007.....			332,426	335,000	0.0000	332,426	330,605	4,807	19,229	688			1PE.....	03/01/2001...	6.000
Total Virginia								332,426	335,000	XXX	332,426	330,605	4,807	19,229	688	0	0	XXX	XXX	XXX
United States																				
31331L-GZ-5...	Federal Farm Credit Bank US\$ Cost = 508,115 Par = 500,000.....		5.400	MN.....	05/10/2006.....			504,308	500,000	0.0000	504,308	508,115	3,825	27,000	(1,694)			1.....	08/31/2001...	5.005
78442F-AQ-1...	SLMA Corp. US\$ Cost = 1,049,330 Par = 1,000,000.....		5.000	AO.....	04/15/2015.....			1,047,417	1,000,000	0.0000	1,047,417	1,049,330	10,556	25,000	(1,913)			1.....	05/22/2003...	4.460
86387U-BC-8...	Sallie Mae US\$ Cost = 990,730 Par = 1,000,000.....		3.625	MS.....	09/30/2004.....			997,365	1,000,000	0.0000	997,365	990,730	9,163	36,250	3,349			1.....	12/20/2001...	3.980
880591-DW-9...	Tennessee Valley Authority US\$ Cost = 987,000 Par = 1,000,000.....		4.750	FA.....	08/01/2013.....			987,380	1,000,000	0.0000	987,380	987,000	19,792		380			1.....	08/04/2003...	4.916
Total United States								3,536,470	3,500,000	XXX	3,536,470	3,535,175	43,335	88,250	123	0	0	XXX	XXX	XXX
Total United States								3,868,896	3,835,000	XXX	3,868,896	3,865,780	48,143	107,479	811	0	0	XXX	XXX	XXX
2599999 - Total Bonds - Special Revenue - Issuer Obligations								3,868,896	3,835,000	XXX	3,868,896	3,865,780	48,143	107,479	811	0	0	XXX	XXX	XXX
Defined Multi-Class Residential (DR) United States United States																				
312907-M6-2...	FHLMC 1171- K US\$ Cost = 2,967 Par = 3,000.....		8.000	MTLY...	11/15/2006.....			2,983	3,000	0.0000	2,983	2,967	20	240	2			1.....	10/30/1991...	8.366
312911-T8-3...	FHLMC 1369- H US\$ Cost = 517,355 Par = 536,119.....		6.500	MTLY...	09/15/2007.....	08/15/2007.....	100.000	531,769	536,119	0.0000	531,769	517,355	2,904	34,848	1,390			1.....	03/17/1994...	7.101
312912-KD-9...	FHLMC 1385-H US\$ Cost = 283,113 Par = 288,167.....		6.500	MTLY...	08/15/2007.....	06/15/2005.....	100.000	286,517	288,167	0.0000	286,517	283,113	1,561	18,731	867			1.....	12/20/1999...	7.131
312913-AQ-6...	FHLMC 1449 H US\$ Cost = 478,464 Par = 485,289.....		7.000	MTLY...	12/15/2007.....			481,944	485,289	0.0000	481,944	478,464	2,831	33,970	642			1.....	02/04/2000...	7.452
312915-DN-8...	FHLMC 1490- PH US\$ Cost = 866,084 Par = 877,742.....		6.250	MTLY...	04/15/2008.....			870,914	877,742	0.0000	870,914	866,084	4,572	54,859	4			1.....	11/17/1993...	6.780
31339L-SR-2...	FHLMC 2390 WC US\$ Cost = 733,130 Par = 748,091.....		5.500	MTLY...	04/15/2015.....	06/15/2007.....	100.000	741,787	748,091	0.0000	741,787	733,130	3,429	41,145	7,096			1.....	01/04/2002...	6.242
31339L-WP-1...	FHLMC 2391 QL US\$ Cost = 722,787 Par = 727,790.....		5.500	MTLY...	12/15/2013.....	01/15/2006.....	100.000	725,204	727,790	0.0000	725,204	722,787	3,336	40,028	2,238			1.....	12/28/2001...	5.751
31339N-WC-6...	FHLMC 2430-VL US\$ Cost = 1,057,813 Par = 1,000,000.....		6.000	MTLY...	01/15/2018.....	01/15/2010.....	100.000	1,049,612	1,000,000	0.0000	1,049,612	1,057,813	5,000	45,000	(8,201)			1.....	03/13/2003...	4.738
31339W-E3-6...	FHLMC 2424-VB US\$ Cost = 979,961 Par = 1,000,000.....		6.000	MTLY...	01/15/2019.....	07/15/2007.....	100.000	988,678	1,000,000	0.0000	988,678	979,961	5,000	60,000	7,908			1.....	03/28/2002...	6.677
3133T1-SR-4...	FHLMC 1601-PJ US\$ Cost = 1,017,813 Par = 1,000,000.....		6.000	MTLY...	10/15/2008.....			1,007,975	1,000,000	0.0000	1,007,975	1,017,813	5,000	60,000	(4,572)			1.....	03/16/2001...	5.624
3133T3-TB-4...	FHLMC 1658 GB US\$ Cost = 694,128 Par = 665,631.....		7.000	MTLY...	08/15/2005.....	08/15/2004.....	100.000	674,453	665,631	0.0000	674,453	694,128	3,883	46,594	(10,749)			1.....	08/23/2001...	1.305
3133T4-XM-3...	FHLMC-GNMA 1708-E US\$ Cost = 475,156 Par = 500,000.....		6.000	MTLY...	03/15/2009.....			487,147	500,000	0.0000	487,147	475,156	2,500	30,000	5,285			1.....	08/31/2000...	7.077
3133T6-QQ-7...	FHLMC 1808-A US\$ Cost = 305,569 Par = 325,642.....		5.000	MTLY...	10/15/2007.....			320,037	325,642	0.0000	320,037	305,569	1,357	16,282	8,253			1.....	06/04/1999...	6.381
3133TC-DZ-8...	FHLMC 2013 PA US\$ Cost = 48,254 Par = 49,412.....		5.500	MTLY...	09/15/2011.....	09/15/2004.....	100.000	49,210	49,412	0.0000	49,210	48,254	226	2,718	266			1.....	05/11/1999...	6.219
3133TD-7D-2...	FHLMC 2038-PC US\$ Cost = 992,500 Par = 1,000,000.....		5.500	MTLY...	02/15/2028.....	11/15/2011.....	100.000	994,704	1,000,000	0.0000	994,704	992,500	4,583	55,000	1,958			1.....	01/16/2002...	5.705
3133TE-B5-2...	FHLMC 2063-PE US\$ Cost = 55,972 Par = 57,499.....		5.750	MTLY...	07/15/2026.....	09/15/2004.....	100.000	57,150	57,499	0.0000	57,150	55,972	276	3,306	1,007			1.....	01/09/2002...	7.199
3133TR-5M-3...	FHLMC 2280-VA US\$ Cost = 413,383 Par = 405,961.....		6.000	MTLY...	06/15/2007.....	06/15/2006.....	100.000	411,040	405,961	0.0000	411,040	413,383	2,030	24,358	(559)			1.....	07/10/2001...	3.922
3133TT-M8-1...	FHLMC 2315 K US\$ Cost = 204,870 Par = 209,202.....		6.000	MTLY...	05/15/2011.....	08/15/2004.....	100.000	208,257	209,202	0.0000	208,257	204,870	1,046	12,552	2,790			1.....	05/30/2001...	6.870
31358T-TB-5...	FNMA 1993-014- A US\$ Cost = 76,582 Par = 77,088.....		6.000	MTLY...	02/25/2008.....	02/25/2005.....	100.000	76,758	77,088	0.0000	76,758	76,582	385	4,625	103			1.....	04/28/1998...	6.128
31359A-EG-0...	FNMA 1993-93 G US\$ Cost = 484,195 Par = 481,711.....		6.750	MTLY...	05/25/2008.....			481,548	481,711	0.0000	481,548	484,195	2,710	32,516	(790)			1.....	12/08/2000...	6.504
31359A-YR-4...	FNMA 1993-87 KE US\$ Cost = 257,249 Par = 270,255.....		6.000	MTLY...	09/25/2008.....	10/25/2004.....	100.000	268,037	270,255	0.0000	268,037	257,249	1,351	16,215	7,293			1.....	10/01/1999...	7.308
31359N-AR-2...	FNMA 1996-64 PK US\$ Cost = 430,852 Par = 436,099.....		6.500	MTLY...	05/18/2011.....	12/18/2005.....	100.000	434,048	436,099	0.0000	434,048	430,852	2,362	28,346	1,907			1.....	12/07/1999...	6.829
	FNMA 1998-58 VB US\$ Cost = 1,953,750 Par = 2,000,000.....		6.000	MTLY...	05/25/2014.....	04/25/2006.....	100.000	1,978,664	2,000,000	0.0000	1,978,664	1,953,750	10,000	120,000	19,012			1.....	05/10/2001...	6.652
31392A-WT-1...	FNMA 2001-71 EC US\$ Cost = 988,906 Par = 1,000,000.....		6.000	MTLY...	08/25/2027.....	08/25/2006.....	100.000	993,180	1,000,000	0.0000	993,180	988,906	5,000	60,000	3,715			1.....	03/14/2002...	6.354
31392A-XP-8...	FNMA 2001-71 OC US\$ Cost = 355,077 Par = 351,834.....		6.000	MTLY...	09/25/2014.....	08/25/2005.....	100.000	351,442	351,834	0.0000	351,442	355,077	1,759	21,110	(2,990)			1.....	12/28/2001...	5.366

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
31392B-2R-6...	FNMA 2002-7 QM US\$ Cost = 1,006,875 Par = 1,000,000...		.6.000	MTLY...	02/25/2020...	12/25/2007...	100.000	1,002,059	1,000,000	0.0000	1,002,059	1,006,875	5,000	60,000	(3,914)			1.....	03/06/2002...	5.753
31392H-EL-3...	FNMA 2002-97 LP US\$ Cost = 513,633 Par = 500,000.....		.5.000	MTLY...	07/25/2025...	07/25/2009...	100.000	511,989	500,000	0.0000	511,989	513,633	2,083	25,000	(1,627)			1.....	12/30/2002...	3.705
31392H-KK-8...	FNMA 2003-10 PL US\$ Cost = 990,000 Par = 1,000,000...		.4.000	MTLY...	05/25/2026...	05/28/2008...	100.000	991,208	1,000,000	0.0000	991,208	990,000	3,333	36,667	1,208			1.....	01/29/2003...	4.314
31392H-S5-3...	FNMA 2003-8 0Y US\$ Cost = 1,005,000 Par = 1,000,000...		.4.500	MTLY...	12/25/2025...	05/25/2008...	100.000	1,003,661	1,000,000	0.0000	1,003,661	1,005,000	3,750	41,250	(1,339)			1.....	01/29/2003...	4.232
	FNMA 2003-15 CP US\$ Cost = 1,006,250 Par = 1,000,000.....		.4.500	MTLY...	12/25/2026...	06/25/2006...	100.000	1,003,792	1,000,000	0.0000	1,003,792	1,006,250	3,750	37,500	(2,458)			1.....	02/28/2003...	3.994
31392J-LK-3...	FNMA 2003-21 QD US\$ Cost = 1,000,000 Par = 1,000,000.....		.5.500	MTLY...	07/25/2028...	06/25/2011...	100.000	1,000,000	1,000,000	0.0000	1,000,000	1,000,000	4,583	18,333				1.....	08/01/2003...	5.498
31392J-P9-4...	FNMA 2003-21 PD US\$ Cost = 1,023,125 Par = 1,000,000.....		.5.000	MTLY...	11/25/2016...	09/25/2011...	100.000	1,020,430	1,000,000	0.0000	1,020,430	1,023,125	4,167	41,667	(2,695)			1.....	02/28/2003...	4.401
31392J-UA-9...	FNMA 2003-17 QT US\$ Cost = 1,005,156 Par = 1,000,000.....		.5.000	MTLY...	08/25/2027...	02/25/2008...	100.000	1,004,609	1,000,000	0.0000	1,004,609	1,005,156	4,167	12,500	(547)			1.....	09/17/2003...	4.658
31392J-ZL-6...	FNMA 2003-35 TD US\$ Cost = 1,047,188 Par = 1,000,000.....		.5.000	MTLY...	12/25/2016...	11/25/2006...	100.000	1,038,861	1,000,000	0.0000	1,038,861	1,047,188	4,167	25,000	(8,327)			1.....	06/19/2003...	3.307
31393B-J5-5...	FNMA 2003-54 PE US\$ Cost = 1,005,625 Par = 1,000,000.....		.5.000	MTLY...	07/25/2012...			1,005,363	1,000,000	0.0000	1,005,363	1,005,625	4,167	12,500	(262)			1.....	09/19/2003...	4.910
31393C-JN-4...	FNMA 2003-85 QB US\$ Cost = 1,023,281 Par = 1,000,000.....		.5.500	MTLY...	09/25/2029...	10/25/2011...	100.000	1,022,521	1,000,000	0.0000	1,022,521	1,023,281	4,583	13,750	(760)			1.....	09/22/2003...	5.134
31393E-X6-1...	FHLMC 2534 HB US\$ Cost = 1,024,531 Par = 1,000,000...		.5.000	MTLY...	10/15/2016...	12/15/2009...	100.000	1,021,789	1,000,000	0.0000	1,021,789	1,024,531	4,167	29,167	(2,742)			1.....	04/30/2003...	4.218
31393H-LM-2...	FHLMC 2562 PE US\$ Cost = 1,031,563 Par = 1,000,000...		.5.000	MTLY...	10/15/2016...	10/15/2011...	100.000	1,028,188	1,000,000	0.0000	1,028,188	1,031,563	4,167	45,833	(3,374)			1.....	01/29/2003...	4.234
31393K-G6-6...	FHLMC 2572 LF US\$ Cost = 1,054,375 Par = 1,000,000...		.5.500	MTLY...	07/15/2027...	03/15/2008...	100.000	1,045,379	1,000,000	0.0000	1,045,379	1,054,375	4,583	41,250	(8,996)			1.....	03/14/2003...	3.262
31393L-MY-6...	FHLMC 2564 OR US\$ Cost = 1,013,281 Par = 1,000,000...		.4.500	MTLY...	02/15/2026...	01/15/2008...	100.000	1,010,551	1,000,000	0.0000	1,010,551	1,013,281	3,750	37,500	(2,731)			1.....	02/28/2003...	3.918
31393P-LN-2...	FHLMC 2602 WB US\$ Cost = 1,031,875 Par = 1,000,000...		.5.000	MTLY...	09/15/2016...	04/15/2010...	100.000	1,028,471	1,000,000	0.0000	1,028,471	1,031,875	4,167	29,167	(3,404)			1.....	04/29/2003...	4.043
31394H-DU-2...	FHLMC 2665 WC US\$ Cost = 1,031,563 Par = 1,000,000...		.5.500	MTLY...	10/15/2029...	12/15/2011...	100.000	1,030,553	1,000,000	0.0000	1,030,553	1,031,563	4,583	13,750	(1,009)			1.....	09/24/2003...	5.004
31394J-B5-5...	FHLMC 2670-HD US\$ Cost = 991,875 Par = 1,000,000.....		.5.000	MTLY...	07/15/2017...	10/15/2012...	100.000	992,039	1,000,000	0.0000	992,039	991,875	4,167	12,500	164			1.....	09/30/2003...	5.150
31394J-BZ-9...	FHLMC 2670-QC US\$ Cost = 1,005,000 Par = 1,000,000...		.5.500	MTLY...	02/15/2032...	09/15/2013...	100.000	1,004,845	1,000,000	0.0000	1,004,845	1,005,000	4,583	9,167	(155)			1.....	10/08/2003...	5.451
31394J-K8-9...	FHLMC 2673 PC US\$ Cost = 1,033,438 Par = 1,000,000...		.5.500	MTLY...	01/15/2029...	10/15/2010...	100.000	1,033,576	1,000,000	0.0000	1,033,576	1,033,438	4,583	139	139			1.....	12/29/2003...	4.874
31394L-TT-9...	FHLMC 2707 MD US\$ Cost = 1,035,625 Par = 1,000,000...		.5.500	MTLY...	12/15/2028...	01/15/2011...	100.000	1,035,764	1,000,000	0.0000	1,035,764	1,035,625	4,583	139	139			1.....	12/31/2003...	4.866
383739-RL-5...	GNMA 2001-6 PM US\$ Cost = 1,543,125 Par = 1,500,000...		.6.500	MTLY...	06/16/2030...	12/16/2009...	100.000	1,528,463	1,500,000	0.0000	1,528,463	1,543,125	8,125	97,500	(12,707)			1.....	06/14/2002...	5.777
	GNMA 2003-40 NB US\$ Cost = 1,017,500 Par = 1,000,000.....		.5.000	MTLY...	12/20/2028...	06/20/2010...	100.000	1,016,354	1,000,000	0.0000	1,016,354	1,017,500	4,167	20,833	(1,146)			1.....	07/18/2003...	4.693
38373Q-XJ-5...	GNMA 2002-11 LC US\$ Cost = 17,835 Par = 17,373.....		.6.250	MTLY...	11/20/2027...	10/20/2004...	100.000	17,368	17,373	0.0000	17,368	17,835	90	1,086	(413)			1.....	06/11/2002...	3.852
38373W-AV-0...	GNMA 2003-70 MB US\$ Cost = 1,033,906 Par = 1,000,000.....		.5.500	MTLY...	07/20/2033...	12/20/2011...	100.000	1,032,874	1,000,000	0.0000	1,032,874	1,033,906	4,583	13,750	(1,032)			1.....	09/18/2003...	4.992
38374B-E7-4...	GNMA 2003-66 HC US\$ Cost = 1,007,969 Par = 1,000,000.....		.5.500	MTLY...	09/20/2032...	07/20/2014...	100.000	1,007,703	1,000,000	0.0000	1,007,703	1,007,969	4,583	9,167	(265)			1.....	10/07/2003...	5.387
38374B-TL-7...																				
Total United States								39,911,468	39,513,905	XXX	39,911,468	39,895,523	181,752	1,547,280	(14,378)	0	0	XXX	XXX	XXX
Total United States								39,911,468	39,513,905	XXX	39,911,468	39,895,523	181,752	1,547,280	(14,378)	0	0	XXX	XXX	XXX
2799999 - Total Bonds - Special Revenue - Defined Multi-Class Residential Mortgage-Backed Securities								39,911,468	39,513,905	XXX	39,911,468	39,895,523	181,752	1,547,280	(14,378)	0	0	XXX	XXX	XXX
3199996 - Bonds - Special Revenue - United States								43,780,364	43,348,905	XXX	43,780,364	43,761,303	229,895	1,654,759	(13,567)	0	0	XXX	XXX	XXX
3199997 - Bonds - Special Revenue - Canada								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3199998 - Bonds - Special Revenue - Other Countries								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3199999 - Total - Special Revenue Bonds								43,780,364	43,348,905	XXX	43,780,364	43,761,303	229,895	1,654,759	(13,567)	0	0	XXX	XXX	XXX
Public Utilities (unaffiliated)																				
Issuer Obligations (IO)																				
United States																				
250847-DR-8...	Detroit Edison Company US\$ Cost = 501,935 Par = 500,000.....		.5.050	AO...	10/01/2005...			500,957	500,000	104.6040	523,020	501,935	6,313	25,250	(532)			1.....	02/22/2002...	4.930
693304-AD-9...	Exelon Corporation PEC0 Energy 1st Mortgage US\$ Cost = 1,014,010 Par = 1,000,000.....		.4.750	AO...	10/01/2012...			1,012,938	1,000,000	0.0000	1,012,938	1,014,010	11,875	48,556	(1,072)			1PE.....	02/04/2003...	4.568
976657-AD-8...	Wisconsin Energy Corp. US\$ Cost = 740,738 Par = 750,000.....		.5.500	JD...	12/01/2008...			742,971	750,000	0.0000	742,971	740,738	3,438	41,250	1,199			2PE.....	02/14/2002...	5.720
98155K-AH-5...	MCI WorldCom Inc. US\$ Cost = 949,610 Par = 1,000,000.....		.6.400	FA...	08/15/2005...			0	1,000,000	33.5000	335,000	949,610					120,178	6.....	02/01/2000...	7.530
Total United States								2,256,865	3,250,000	XXX	2,613,929	3,206,293	21,625	115,056	(405)	0	120,178	XXX	XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
3299999	- Total Bonds - Public Utilities - Issuer Obligations							2,256,865	3,250,000	XXX	2,613,929	3,206,293	21,625	115,056	(405)	0	120,178	XXX	XXX	XXX
3899996	- Bonds - Public Utilities - United States							2,256,865	3,250,000	XXX	2,613,929	3,206,293	21,625	115,056	(405)	0	120,178	XXX	XXX	XXX
3899997	- Bonds - Public Utilities - Canada							0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3899998	- Bonds - Public Utilities - Other Countries							0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3899999	- Total - Public Utilities Bonds							2,256,865	3,250,000	XXX	2,613,929	3,206,293	21,625	115,056	(405)	0	120,178	XXX	XXX	XXX
Industrial & Miscellaneous Issuer Obligations (10) United States																				
002824-AM-2	Abbott Laboratories US\$ Cost = 530,090 Par = 500,000		5.625	JJ	07/01/2006			516,983	500,000	107.8640	539,320	530,090	14,063	28,125	(6,316)			1	11/09/2001	4.180
013817-AF-8	Alcoa Inc. US\$ Cost = 1,084,930 Par = 1,000,000		6.000	JJ	01/15/2012			1,082,696	1,000,000	108.6760	1,086,760	1,084,930	27,667		(2,234)			1	09/18/2003	4.750
	American Express Co. US\$ Cost = 1,008,410 Par = 1,000,000		4.875	JJ	07/15/2013			1,008,258	1,000,000	100.0000	1,008,258	1,008,410	21,260		(152)			1PE	09/19/2003	4.766
025816-AQ-2	Amgen Inc. US\$ Cost = 1,026,690 Par = 1,000,000		6.500	JD	12/01/2007			1,017,153	1,000,000	112.4500	1,124,500	1,026,690	5,417	65,000	(3,794)			1	05/10/2001	6.000
032166-AQ-3	Amsouth Bancorporation US\$ Cost = 982,630 Par = 1,000,000		4.850	AO	04/01/2013			983,190	1,000,000	99.2950	992,950	982,630	12,125	24,789	560			2	08/01/2003	5.079
035229-CR-2	Anheuser-Busch Companies Inc. US\$ Cost = 999,790 Par = 1,000,000		4.625	FA	02/01/2015			999,784	1,000,000	100.0000	999,784	999,790	19,271	23,639	(6)			1PE	02/04/2003	4.627
045903-7E-5	Associates Corp NA MTN Series G US\$ Cost = 981,880 Par = 1,000,000		7.640	MN	05/26/2004			997,829	1,000,000	100.0000	997,829	981,880	12,733	76,400	4,913			1PE	05/16/2000	8.178
060505-AG-9	BankAmerica Corporation/New US\$ Cost = 1,193,420 Par = 1,000,000		7.400	JJ	01/15/2011			1,178,022	1,000,000	117.2830	1,172,830	1,193,420	34,122	37,000	(15,398)			1	04/04/2003	4.428
06423A-AN-3	Bank One Corp US\$ Cost = 1,016,080 Par = 1,000,000		6.000	FA	08/01/2008			1,011,493	1,000,000	109.7940	1,097,940	1,016,080	25,000	60,000	(2,148)			1	10/09/2001	5.710
	Baxter International US\$ Cost = 963,950 Par = 1,000,000		4.625	MS	03/15/2015			965,561	1,000,000	100.0000	965,561	963,950	13,618	23,767	1,611			1PE	04/07/2003	5.030
071813-AU-3	Bear Stearns Co Inc. US\$ Cost = 1,000,000 Par = 1,000,000		3.500	AO	10/15/2008			1,000,000	1,000,000	100.0000	1,000,000	1,000,000	7,972					1PE	10/01/2003	3.500
07387E-BS-5	Becton Dickinson and Co. US\$ Cost = 1,003,810 Par = 1,000,000		4.550	AO	04/15/2013			1,003,543	1,000,000	98.8020	988,020	1,003,810	9,606	23,508	(267)			1	04/09/2003	4.502
075887-AS-8	Branch Banking & Trust US\$ Cost = 1,010,100 Par = 1,000,000		4.875	JJ	01/15/2013	10/01/2012	100.000	1,009,417	1,000,000	100.0000	1,009,417	1,010,100	22,479	27,354	(683)			1	02/05/2003	4.743
10513Q-BD-2	Cardinal Health Inc. US\$ Cost = 496,675 Par = 500,000		4.450	JD	06/30/2005			498,474	500,000	103.7560	518,780	496,675	62	22,250	961			1	03/15/2002	4.663
14149Y-AC-2	Citigroup Inc. US\$ Cost = 1,074,980 Par = 1,000,000		5.625	FA	08/27/2012			1,070,231	1,000,000	105.5640	1,055,640	1,074,980	19,375	28,125	(4,749)			1	04/04/2003	4.630
172967-BP-5	Coca-Cola Enterprises US\$ Cost = 1,649,408 Par = 1,700,000		5.750	MN	11/01/2008			1,664,766	1,700,000	100.0000	1,664,766	1,649,408	16,292	97,750	6,042			1PE	04/17/2001	6.251
191219-BF-0	Columbia University US\$ Cost = 268,700 Par = 250,000		6.250	JD	12/15/2005			267,251	250,000	100.0000	267,251	268,700	694	7,813	(1,449)			1PE	10/30/2003	2.607
19864H-AM-9	Columbus Southern Power US\$ Cost = 1,062,818 Par = 1,000,000		6.850	FA	10/03/2005			1,037,594	1,000,000	100.0000	1,037,594	1,062,818	28,542	51,375	(11,866)			1PE	10/31/2003	4.590
199575-AN-1	Comerica Inc US\$ Cost = 1,791,228 Par = 1,800,000		7.250	JD	06/15/2007			1,795,007	1,800,000	100.0000	1,795,007	1,791,228	5,800	130,500	1,196			1PE	12/13/2000	7.340
200339-AP-4	Conoco Inc. US\$ Cost = 965,800 Par = 1,000,000		5.900	AO	04/15/2004			997,156	1,000,000	101.2780	1,012,780	965,800	12,456	59,000	8,435			1	12/06/1999	6.819
208251-AC-2	Conoco Funding Co. US\$ Cost = 570,687 Par = 513,000		6.350	AO	10/15/2011			569,042	513,000	112.1160	575,155	570,687	6,877	16,288	(1,645)			1	09/18/2003	4.660
20825U-AB-0	Target Corp Dayton Hudson US\$ Cost = 1,016,960 Par = 1,000,000		5.875	MN	11/01/2008			1,012,680	1,000,000	100.0000	1,012,680	1,016,960	9,792	58,750	(2,244)			1PE	01/10/2002	5.570
239753-DM-5	Dupont El De Nemours Co US\$ Cost = 1,022,690 Par = 1,000,000		4.750	MN	11/15/2012			1,021,000	1,000,000	101.0030	1,010,030	1,022,690	6,069	47,896	(1,690)			1	02/04/2003	4.460
263534-BK-4	Emerson Electric Co. US\$ Cost = 939,180 Par = 1,000,000		5.000	AO	10/15/2008			958,017	1,000,000	100.0000	958,017	939,180	10,556	50,000	7,344			1PE	04/10/2001	6.020
291011-AG-9	Federal Home Loan Mortgage Cor US\$ Cost = 2,159,195 Par = 2,300,000		5.650	FA	02/02/2006			2,241,305	2,300,000	100.0000	2,241,305	2,159,195	53,785	129,950	25,211			1	09/05/2000	6.982
3134A2-2W-7	First Data Corp. US\$ Cost = 1,090,600 Par = 1,000,000		5.625	MN	11/01/2011			1,082,764	1,000,000	106.3850	1,063,850	1,090,600	9,375	56,250	(7,836)			1	02/04/2003	4.365
319963-AF-1	Wachovia Corp (New) First Union National Bank US\$ Cost = 508,450 Par = 500,000		5.800	JD	12/01/2008			506,215	500,000	100.0000	506,215	508,450	2,417	29,000	(1,078)			1	11/13/2001	5.507
33738M-AC-5																				

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
345397-HB-2...	Ford Motor Credit Co US\$ Cost = 1,014,640 Par = 1,000,000.....		.6.375	JD.....	12/15/2005.....			1,007,017.....	1,000,000.....	0.0000.....	1,007,017.....	1,014,640.....	2,833.....	63,750.....	(3,305).....			2PE.....	07/26/2001.....	5.987.....
369622-CM-5...	General Electric Cap. Corp US\$ Cost = 858,600 Par = 750,000.....		.8.750	MN.....	05/21/2007.....			817,586.....	750,000.....	0.0000.....	817,586.....	858,600.....	7,292.....	65,625.....	(17,595).....			1PE.....	07/24/2001.....	5.780.....
36962G-ZY-3...	General Elec Cap Corp US\$ Cost = 1,035,700 Par = 1,000,000.....		.5.450	JJ.....	01/15/2013.....			1,033,295.....	1,000,000.....	0.0000.....	1,033,295.....	1,035,700.....	25,131.....	33,154.....	(2,405).....			1.....	02/06/2003.....	4.988.....
370425-RS-1...	Genl Motors Accept. Corp. US\$ Cost = 1,073,490 Par = 1,000,000.....		.7.500	JJ.....	07/15/2005.....			1,048,735.....	1,000,000.....	107.4710.....	1,074,710.....	1,073,490.....	34,583.....	37,500.....	(24,755).....			2.....	02/28/2003.....	4.195.....
375766-AF-9...	Gillette Company US\$ Cost = 511,525 Par = 500,000.....		.3.750	JD.....	12/01/2004.....			509,739.....	500,000.....	0.0000.....	509,739.....	511,525.....	1,563.....	9,375.....	(1,786).....			1PE.....	10/30/2003.....	1.600.....
38141G-AK-0...	Goldman Sachs Group Inc US\$ Cost = 993,860 Par = 1,000,000.....		.7.500	JJ.....	01/28/2005.....			998,390.....	1,000,000.....	0.0000.....	998,390.....	993,860.....	31,875.....	75,000.....	1,308.....			1PE.....	01/31/2000.....	7.650.....
423328-BS-1...	Heller Financial Inc US\$ Cost = 1,012,480 Par = 1,000,000.....		.6.375	MS.....	03/15/2006.....			1,005,887.....	1,000,000.....	109.0840.....	1,090,840.....	1,012,480.....	18,771.....	63,750.....	(2,471).....			1.....	03/15/2001.....	6.080.....
437076-AJ-1...	Home Depot Inc. US\$ Cost = 1,086,950 Par = 1,000,000.....		.5.375	AO.....	04/01/2006.....			1,066,337.....	1,000,000.....	106.6160.....	1,066,160.....	1,086,950.....	13,438.....	26,875.....	(20,613).....			1.....	04/08/2003.....	2.330.....
452308-AE-9...	Illinois Tool Works Inc. US\$ Cost = 1,127,609 Par = 1,070,000.....		.5.750	MS.....	03/01/2009.....			1,124,914.....	1,070,000.....	110.2800.....	1,179,996.....	1,127,609.....	20,508.....	28,750.....	(2,071).....			1.....	10/30/2003.....	4.606.....
459200-AW-1...	International Business Machine US\$ Cost = 1,021,910 Par = 1,000,000.....		.4.875	AO.....	10/01/2006.....			1,012,885.....	1,000,000.....	0.0000.....	1,012,885.....	1,021,910.....	12,188.....	48,750.....	(4,341).....			1PE.....	11/09/2001.....	4.370.....
45974V-YE-2...	Intl Lease Finance Corp US\$ Cost = 1,005,500 Par = 1,000,000.....		.5.700	AO.....	07/03/2006.....			1,003,136.....	1,000,000.....	0.0000.....	1,003,136.....	1,005,500.....	12,033.....	57,000.....	(1,136).....			1PE.....	11/15/2001.....	5.564.....
46625H-AT-7...	J P Morgan Chase & Co US\$ Cost = 1,058,820 Par = 1,000,000.....		.5.750	JJ.....	01/02/2013.....			1,057,543.....	1,000,000.....	105.4490.....	1,054,490.....	1,058,820.....	28,590.....		(1,277).....			1.....	09/19/2003.....	4.950.....
46849E-AD-9...	Jackson National Life US\$ Cost = 1,503,915 Par = 1,500,000.....		.5.250	MS.....	03/15/2007.....			1,502,503.....	1,500,000.....	0.0000.....	1,502,503.....	1,503,915.....	23,188.....	78,750.....	(735).....			1PE.....	03/06/2002.....	5.190.....
478366-AH-0...	Johnson Controls Inc. US\$ Cost = 1,021,513 Par = 1,000,000.....		.6.300	FA.....	02/01/2008.....			1,022,273.....	1,000,000.....	0.0000.....	1,022,273.....	1,021,513.....	26,250.....	47,250.....	(266).....			1PE.....	10/30/2003.....	5.657.....
494368-AX-1...	Kimberly-Clark Corp. US\$ Cost = 1,508,470 Par = 1,500,000.....		.5.000	FA.....	08/15/2013.....			1,508,410.....	1,500,000.....	0.0000.....	1,508,410.....	1,508,470.....	30,417.....		(60).....			1PE.....	10/31/2003.....	4.925.....
589331-AH-0...	Merck & Co. Inc. US\$ Cost = 989,120 Par = 1,000,000.....		.4.375	FA.....	02/15/2013.....			989,364.....	1,000,000.....	98.4360.....	984,360.....	989,120.....	16,528.....		244.....			1.....	09/23/2003.....	4.518.....
617446-HW-2...	Morgan Stanley Dean Witter Di US\$ Cost = 1,000,760 Par = 1,000,000.....		.3.625	AO.....	04/01/2008.....			1,000,659.....	1,000,000.....	100.1410.....	1,001,410.....	1,000,760.....	9,063.....	20,642.....	(101).....			1.....	04/03/2003.....	3.607.....
61744A-AN-0...	Morgan Stanley US\$ Cost = 499,975 Par = 500,000.....		.4.250	MN.....	05/15/2010.....			499,979.....	500,000.....	99.8590.....	499,295.....	499,975.....	2,715.....	11,097.....	4.....			1.....	09/23/2003.....	4.250.....
63536S-AA-7...	Natl City Bank of Indiana US\$ Cost = 973,960 Par = 1,000,000.....		.4.250	JD.....	07/01/2018.....			974,555.....	1,000,000.....	0.0000.....	974,555.....	973,960.....	3,542.....	19,125.....	595.....			1.....	06/19/2003.....	4.491.....
637432-BY-0...	National Rural Utilities US\$ Cost = 985,010 Par = 1,000,000.....		.6.375	AO.....	10/15/2004.....			997,113.....	1,000,000.....	0.0000.....	997,113.....	985,010.....	13,458.....	63,750.....	3,296.....			1PE.....	12/07/1999.....	6.740.....
638585-BG-3...	Bankamerica Corp US\$ Cost = 1,017,910 Par = 1,000,000.....		.6.375	MN.....	05/15/2005.....			1,004,137.....	1,000,000.....	0.0000.....	1,004,137.....	1,017,910.....	8,146.....	63,750.....	(2,870).....			1PE.....	07/02/1998.....	6.049.....
670346-AE-5...	Nucor Corp. US\$ Cost = 998,170 Par = 1,000,000.....		.4.875	AO.....	10/01/2012.....			998,166.....	1,000,000.....	100.5940.....	1,005,940.....	998,170.....	12,188.....	24,375.....	(4).....			1.....	09/11/2003.....	4.900.....
701094-AG-9...	Parker-Hannifin Corp. US\$ Cost = 1,005,660 Par = 1,000,000.....		.4.875	FA.....	02/15/2013.....			1,005,215.....	1,000,000.....	99.7220.....	997,220.....	1,005,660.....	18,417.....	25,052.....	(446).....			1.....	02/06/2003.....	4.803.....
709903-BB-3...	Pennzoil Co US\$ Cost = 100,750 Par = 100,000.....		10.125	MN.....	11/15/2009.....			100,367.....	100,000.....	0.0000.....	100,367.....	100,750.....	1,294.....	10,125.....	(47).....			2PE.....	12/05/1989.....	10.035.....
72447W-AA-7...	Pitney Bowes Inc US\$ Cost = 976,820 Par = 1,000,000.....		.4.750	MN.....	05/15/2018.....			977,332.....	1,000,000.....	0.0000.....	977,332.....	976,820.....	6,069.....	25,861.....	512.....			1.....	07/21/2003.....	4.972.....
742718-BV-0...	Procter & Gamble Co. US\$ Cost = 998,700 Par = 1,000,000.....		.4.000	AO.....	04/30/2005.....			999,427.....	1,000,000.....	0.0000.....	999,427.....	998,700.....	6,778.....	40,000.....	379.....			1PE.....	03/05/2002.....	4.041.....
811054-AC-9...	Scripps (E.W.) Co. (Ohio) US\$ Cost = 1,053,500 Par = 1,000,000.....		.5.750	JJ.....	07/15/2012.....			1,052,035.....	1,000,000.....	0.0000.....	1,052,035.....	1,053,500.....	26,514.....		(1,465).....			1PE.....	09/04/2003.....	4.994.....
84534E-CA-4...	SBC Commun Capital Corp US\$ Cost = 946,000 Par = 1,000,000.....		.6.250	FA.....	07/07/2005.....			982,649.....	1,000,000.....	0.0000.....	982,649.....	946,000.....	23,611.....	62,500.....	10,421.....			1PE.....	02/01/2000.....	7.480.....
854616-AF-6...	Stanley Works US\$ Cost = 962,950 Par = 1,000,000.....		.5.750	MS.....	03/01/2004.....			998,107.....	1,000,000.....	0.0000.....	998,107.....	962,950.....	19,167.....	57,500.....	9,463.....			1PE.....	12/06/1999.....	6.769.....
881685-BG-5...	Texaco Capital Inc. US\$ Cost = 1,247,945 Par = 1,335,000.....		.6.000	JD.....	06/15/2005.....			1,306,378.....	1,335,000.....	0.0000.....	1,306,378.....	1,247,945.....	3,560.....	80,100.....	17,905.....			1PE.....	05/26/2000.....	7.580.....
892332-AH-0...	Toyota Motor Credit US\$ Cost = 1,092,440 Par = 1,000,000.....		.5.500	JD.....	12/15/2008.....			1,079,489.....	1,000,000.....	0.0000.....	1,079,489.....	1,092,440.....	2,444.....	55,000.....	(12,951).....			1PE.....	02/03/2003.....	3.728.....
913017-AW-9...	United Technologies Corp US\$ Cost = 961,350 Par = 1,000,000.....		.6.500	JD.....	06/01/2009.....			973,329.....	1,000,000.....	0.0000.....	973,329.....	961,350.....	5,417.....	65,000.....	3,902.....			1PE.....	09/07/2000.....	7.100.....

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
918204-AJ-7...	VF Corp. US\$ Cost = 952,840 Par = 1,000,000.....		.6.750	JD.....	06/01/2005.....			984,385	1,000,000	0.0000	984,385	952,840	5,625	67,500	9,973			1PE.....	07/07/2000...	7.930
918204-AL-2...	VF Corp. US\$ Cost = 275,043 Par = 250,000.....		.8.100	AO.....	10/01/2005.....			272,875	250,000	0.0000	272,875	275,043	5,063		(2,168)			1PE.....	10/30/2003...	2.707
923446-AU-0...	Verizon Global Funding Corp. US\$ Cost = 993,140 Par = 1,000,000.....		.4.000	JJ.....	01/15/2008.....			994,314	1,000,000	101.8800	1,018,800	993,140	18,444	19,333	1,174			1.....	01/16/2003...	4.154
925524-AT-7...	Viacom Inc. US\$ Cost = 1,068,040 Par = 1,000,000.....		.5.625	FA.....	08/15/2012.....			1,066,356	1,000,000	106.4090	1,064,090	1,068,040	21,250		(1,684)			1.....	09/19/2003...	4.680
929766-AA-9...	Wachovia Corp. US\$ Cost = 484,545 Par = 500,000.....		.5.000	FA.....	08/18/2015.....			484,917	500,000	0.0000	484,917	484,545	10,833		372			1.....	07/29/2003...	5.351
931142-BE-2...	Wal-Mart Stores Inc. US\$ Cost = 1,560,826 Par = 1,500,000.....		.6.875	FA.....	08/10/2009.....			1,544,362	1,500,000	115.2050	1,728,075	1,560,826	40,391	103,125	(6,445)			1.....	04/17/2001...	6.240
939640-AC-2...	Washington Post Co. US\$ Cost = 950,360 Par = 1,000,000.....		.5.500	FA.....	02/15/2009.....			964,507	1,000,000	108.5870	1,085,870	950,360	20,778	55,000	5,692			1.....	05/18/2001...	6.320
94975C-AD-9...	Wells Fargo Financial US\$ Cost = 1,024,020 Par = 1,000,000.....		.6.125	FA.....	02/15/2006.....			1,011,148	1,000,000	0.0000	1,011,148	1,024,020	23,139	61,250	(4,854)			1PE.....	03/15/2001...	5.557
Total United States								66,475,243	65,568,000	XXX	67,166,970	66,373,965	1,020,513	2,740,144	(57,893)	0	0	XXX	XXX	XXX
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations								66,475,243	65,568,000	XXX	67,166,970	66,373,965	1,020,513	2,740,144	(57,893)	0	0	XXX	XXX	XXX
4599996 - Bonds - Industrial and Misc - United States								66,475,243	65,568,000	XXX	67,166,970	66,373,965	1,020,513	2,740,144	(57,893)	0	0	XXX	XXX	XXX
4599997 - Bonds - Industrial and Misc - Canada								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
4599998 - Bonds - Industrial and Misc - Other Countries								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds								66,475,243	65,568,000	XXX	67,166,970	66,373,965	1,020,513	2,740,144	(57,893)	0	0	XXX	XXX	XXX
5499999 - Total - Issuer Obligations								120,829,684	120,653,000	XXX	122,903,453	121,768,093	1,652,876	4,571,724	(74,510)	0	120,178	XXX	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities								41,383	41,338	XXX	41,383	41,842	322	3,866	20	0	0	XXX	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities								39,911,468	39,513,905	XXX	39,911,468	39,895,523	181,752	1,547,280	(14,378)	0	0	XXX	XXX	XXX
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
5999999 - Total - Other Multi-Class Commercial Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
6099999 Totals								160,782,535	160,208,244	XXX	162,856,304	161,705,458	1,834,950	6,122,869	(88,869)	0	120,178	XXX	XXX	XXX

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

[illegible]

SCHEDULE D - PART 2 - SECTION 2

[illegible]

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
BONDS							
US Governments							
United States							
3128X0-B4-0	Freddie Mac US\$ Cost = 1,000,000 4.375% 02/04/10	01/30/2003	Salomon Smith Barney (Bonds)		1,000,000	1,000,000	
3128X0-UR-8	Freddie Mac US\$ Cost = 996,875 3.500% 01/07/08	01/28/2003	NBC Capital Markets Group		996,875	1,000,000	2,139
3128X1-2J-5	Freddie Mac US\$ Cost = 1,000,000 6.000% 11/05/18	11/05/2003	Salomon Smith Barney (Bonds)		1,000,000	1,000,000	
3128X1-JY-4	Freddie Mac US\$ Cost = 1,000,000 4.600% 06/05/18	06/18/2003	Legg Mason		1,000,000	1,000,000	1,789
3128X2-EV-3	Freddie Mac US\$ Cost = 1,000,000 4.750% 12/08/10	12/04/2003	Salomon Smith Barney (Bonds)		1,000,000	1,000,000	
312925-W7-1	Freddie Mac US\$ Cost = 998,125 5.125% 08/20/12	10/09/2003	NBC Capital Markets Group		998,125	1,000,000	7,118
31339X-EY-6	Federal Home Loan Bank US\$ Cost = 1,499,063 2.500% 12/20/13	06/09/2003	NBC Capital Markets Group		1,499,063	1,500,000	
31339X-KB-9	Federal Home Loan Bank US\$ Cost = 999,375 3.500% 06/26/13	06/06/2003	NBC Capital Markets Group		999,375	1,000,000	
31339X-NW-0	Federal Home Loan Bank US\$ Cost = 1,000,000 3.000% 06/30/10	06/05/2003	NBC Capital Markets Group		1,000,000	1,000,000	
31339X-QS-6	Federal Home Loan Bank US\$ Cost = 1,000,000 2.125% 06/30/10	06/05/2003	NBC Capital Markets Group		1,000,000	1,000,000	
3133MW-M3-2	Federal Home Loan Bank US\$ Cost = 998,125 5.300% 03/13/18	07/21/2003	Legg Mason		998,125	1,000,000	18,992
3133MX-XT-1	Federal Home Loan Bank US\$ Cost = 993,750 3.000% 04/30/13	04/03/2003	NBC Capital Markets Group		993,750	1,000,000	
3133X0-ZE-2	Federal Home Loan Bank US\$ Cost = 1,000,000 4.000% 09/23/10	09/03/2003	NBC Capital Markets Group		1,000,000	1,000,000	
31359M-TP-8	Fannie Mae US\$ Cost = 1,010,770 5.125% 01/02/14	12/29/2003	Salomon Smith Barney (Bonds)		1,010,770	1,000,000	7,688
3136F3-AJ-5	Fannie Mae US\$ Cost = 998,750 5.000% 02/27/13	04/03/2003	NBC Capital Markets Group		998,750	1,000,000	6,806
912828-AN-0	U.S. Treasury US\$ Cost = 2,984,766 3.000% 11/15/07	01/16/2003	Salomon Smith Barney (Bonds)		2,984,766	3,000,000	15,663
912828-BH-2	U.S. Treasury US\$ Cost = 1,980,938 4.250% 08/15/13	08/11/2003	NBC Capital Markets Group		1,980,938	2,000,000	
912828-BM-1	U.S. Treasury US\$ Cost = 1,996,875 3.125% 10/15/08	12/31/2003	Salomon Smith Barney (Bonds)		1,996,875	2,000,000	13,149
Total United States					22,457,411	22,500,000	73,342
0399996 - Bonds - U.S. Government					22,457,411	22,500,000	73,342
0399999 - Total - Bonds - U.S. Government					22,457,411	22,500,000	73,342
Special Revenue & Assessment							
United States							
United States							
31339N-WC-6	FHLMC 2430-VL US\$ Cost = 1,057,813 6.000% 01/15/18	03/13/2003	Craigie (Bonds)		1,057,813	1,000,000	2,833
31392H-KK-8	FNMA 2003-10 PL US\$ Cost = 990,000 4.000% 05/25/26	01/29/2003	Legg Mason		990,000	1,000,000	3,222
31392H-S5-3	FNMA 2003-8 OY US\$ Cost = 1,005,000 4.500% 12/25/25	01/29/2003	Legg Mason		1,005,000	1,000,000	3,625
31392J-LK-3	FNMA 2003-15 CP US\$ Cost = 1,006,250 4.500% 12/25/26	02/28/2003	William Blair (Bonds)		1,006,250	1,000,000	3,375
31392J-P9-4	FNMA 2003-21 OD US\$ Cost = 1,000,000 5.500% 07/25/28	08/01/2003	Paine Webber (Bonds)		1,000,000	1,000,000	764
31392J-U4-9	FNMA 2003-21 PD US\$ Cost = 1,023,125 5.000% 11/25/16	02/28/2003	NBC Capital Markets Group		1,023,125	1,000,000	3,750
31392J-ZL-6	FNMA 2003-17 QT US\$ Cost = 1,005,156 5.000% 08/25/27	09/17/2003	Vining Sparks		1,005,156	1,000,000	2,917
31393B-J5-5	FNMA 2003-35 TD US\$ Cost = 1,047,188 5.000% 12/25/16	06/19/2003	Salomon Smith Barney (Bonds)		1,047,188	1,000,000	2,500
31393C-JN-4	FNMA 2003-54 PE US\$ Cost = 1,005,625 5.000% 07/25/12	09/19/2003	Paine Webber (Bonds)		1,005,625	1,000,000	3,194
31393E-X6-1	FNMA 2003-85 QB US\$ Cost = 1,023,281 5.500% 09/25/29	09/22/2003	Legg Mason		1,023,281	1,000,000	3,667
31393F-SX-5	FHLMC 2534 HB US\$ Cost = 1,024,531 5.000% 10/15/16	04/30/2003	NBC Capital Markets Group		1,024,531	1,000,000	556
31393H-LM-2	FHLMC 2562 PE US\$ Cost = 1,031,563 5.000% 10/15/16	01/29/2003	NBC Capital Markets Group		1,031,563	1,000,000	4,028
31393K-G6-6	FHLMC 2572 LF US\$ Cost = 1,054,375 5.500% 07/15/27	03/14/2003	NBC Capital Markets Group		1,054,375	1,000,000	2,750
31393L-MY-6	FHLMC 2564 OR US\$ Cost = 1,013,281 4.500% 02/15/26	02/28/2003	Legg Mason		1,013,281	1,000,000	3,375
31393P-LN-2	FHLMC 2602 WB US\$ Cost = 1,031,875 5.000% 09/15/16	04/29/2003	Wells Fargo (Bonds)		1,031,875	1,000,000	139
31394H-DU-2	FHLMC 2665 WC US\$ Cost = 1,031,563 5.500% 10/15/29	09/24/2003	Salomon Smith Barney (Bonds)		1,031,563	1,000,000	3,819
31394J-B5-5	FHLMC 2670-HD US\$ Cost = 991,875 5.000% 07/15/17	09/30/2003	NBC Capital Markets Group		991,875	1,000,000	4,028
31394J-BZ-9	FHLMC 2670-QC US\$ Cost = 1,005,000 5.500% 02/15/32	10/08/2003	Salomon Smith Barney (Bonds)		1,005,000	1,000,000	1,986
31394J-K8-9	FHLMC 2673 PC US\$ Cost = 1,033,438 5.500% 01/15/29	12/29/2003	Salomon Smith Barney (Bonds)		1,033,438	1,000,000	4,583
31394L-TT-9	FHLMC 2707 MD US\$ Cost = 1,035,625 5.500% 12/15/28	12/31/2003	Salomon Smith Barney (Bonds)		1,035,625	1,000,000	4,583
383730-XJ-5	GNMA 2003-40 NB US\$ Cost = 1,017,500 5.000% 12/20/28	07/18/2003	NBC Capital Markets Group		1,017,500	1,000,000	3,056
38374B-E7-4	GNMA 2003-70 MB US\$ Cost = 1,033,906 5.500% 07/20/33	09/18/2003	NBC Capital Markets Group		1,033,906	1,000,000	3,361
38374B-TL-7	GNMA 2003-66 HC US\$ Cost = 1,007,969 5.500% 09/20/32	10/07/2003	Salomon Smith Barney (Bonds)		1,007,969	1,000,000	1,375
78442F-A0-1	SLMA Corp. US\$ Cost = 1,049,330 5.000% 04/15/15	05/22/2003	Legg Mason		1,049,330	1,000,000	5,972
880591-DW-9	Tennessee Valley Authority US\$ Cost = 987,000 4.750% 08/01/13	08/04/2003	NBC Capital Markets Group		987,000	1,000,000	528
Total United States					25,512,268	25,000,000	73,986
Total United States					25,512,268	25,000,000	73,986
3199996 - Bonds - Special Revenues - United States					25,512,268	25,000,000	73,986
3199997 - Bonds - Special Revenues - Canada					0	0	0
3199998 - Bonds - Special Revenues - Other Countries					0	0	0
3199999 - Total - Bonds - Special Revenue					25,512,268	25,000,000	73,986
Public Utilities (unaffiliated)							
United States							
693304-AD-9	Exelon Corporation PECO Energy 1st Mortgage US\$ Cost = 1,014,010 4.750% 10/01/12	02/04/2003	Legg Mason		1,014,010	1,000,000	17,681
Total United States					1,014,010	1,000,000	17,681

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
3899996 - Bonds - Public Utilities - United States					1,014,010	1,000,000	17,681
3899997 - Bonds - Public Utilities - Canada					0	0	0
3899998 - Bonds - Public Utilities - Other Countries					0	0	0
3899999 - Total - Bonds - Public Utilities					1,014,010	1,000,000	17,681
Industrial & Miscellaneous United States							
013817-AF-8	Alcoa Inc. US\$ Cost = 1,084,930 6.000% 01/15/12	09/18/2003	Legg Mason		1,084,930	1,000,000	11,333
025816-AQ-2	American Express Co. US\$ Cost = 1,008,410 4.875% 07/15/13	09/19/2003	Legg Mason		1,008,410	1,000,000	8,125
032166-AQ-3	Amsouth Bancorporation US\$ Cost = 982,630 4.850% 04/01/13	08/01/2003	Legg Mason		982,630	1,000,000	17,379
035229-CR-2	Anheuser-Busch Companies Inc. US\$ Cost = 999,790 4.625% 02/01/15	02/04/2003	Legg Mason		999,790	1,000,000	1,285
060505-AG-9	BankAmerica Corporation/New US\$ Cost = 1,193,420 7.400% 01/15/11	04/04/2003	Salomon Smith Barney (Bonds)		1,193,420	1,000,000	17,267
071813-AU-3	Baxter International US\$ Cost = 963,950 4.625% 03/15/15	04/07/2003	Legg Mason		963,950	1,000,000	3,854
07387E-BS-5	Bear Stearns Co Inc. US\$ Cost = 1,000,000 3.500% 10/15/08	10/01/2003	NBC Capital Markets Group		1,000,000	1,000,000	
075887-AS-8	Becton Dickinson and Co. US\$ Cost = 1,003,810 4.550% 04/15/13	04/09/2003	Legg Mason		1,003,810	1,000,000	632
105130-BD-2	Branch Banking & Trust US\$ Cost = 1,010,100 4.875% 01/15/13	02/05/2003	Legg Mason		1,010,100	1,000,000	6,365
172967-BP-5	Citigroup Inc. US\$ Cost = 1,074,980 5.625% 08/27/12	04/04/2003	Salomon Smith Barney (Bonds)		1,074,980	1,000,000	6,563
19864H-AM-9	Columbia University US\$ Cost = 268,700 6.250% 12/15/05	10/30/2003	NBC Capital Markets Group		268,700	250,000	5,903
199575-AN-1	Columbus Southern Power US\$ Cost = 270,000 6.850% 10/03/05	10/31/2003	Salomon Smith Barney (Bonds)		270,000	250,000	4,281
20825U-AB-0	Conoco Funding Co. US\$ Cost = 570,687 6.350% 10/15/11	09/18/2003	Salomon Smith Barney (Bonds)		570,687	513,000	14,297
263534-BK-4	Dupont El De Nemours Co US\$ Cost = 1,022,690 4.750% 11/15/12	02/04/2003	Legg Mason		1,022,690	1,000,000	11,215
319963-AF-1	First Data Corp. US\$ Cost = 1,090,600 5.625% 11/01/11	02/04/2003	NBC Capital Markets Group		1,090,600	1,000,000	15,000
36962G-ZY-3	General Elec Cap Corp US\$ Cost = 1,035,700 5.450% 01/15/13	02/06/2003	NBC Capital Markets Group		1,035,700	1,000,000	9,840
370425-RS-1	Genl Motors Accept. Corp. US\$ Cost = 1,073,490 7.500% 07/15/05	02/28/2003	NBC Capital Markets Group		1,073,490	1,000,000	10,417
375766-AF-9	Gillette Company US\$ Cost = 511,525 3.750% 12/01/04	10/30/2003	NBC Capital Markets Group		511,525	500,000	7,813
437076-AJ-1	Home Depot Inc. US\$ Cost = 1,086,950 5.375% 04/01/06	04/08/2003	Salomon Smith Barney (Bonds)		1,086,950	1,000,000	1,493
452308-AE-9	Illinois Tool Works Inc. US\$ Cost = 623,164 5.750% 03/01/09	10/30/2003	NBC Capital Markets Group		623,164	570,000	5,463
46625H-AT-7	J P Morgan Chase & Co US\$ Cost = 1,058,820 5.750% 01/02/13	09/19/2003	Legg Mason		1,058,820	1,000,000	13,097
478366-AH-0	Johnson Controls Inc. US\$ Cost = 276,763 6.300% 02/01/08	10/30/2003	NBC Capital Markets Group		276,763	250,000	3,938
494368-AX-1	Kimberly-Clark Corp. US\$ Cost = 1,508,470 5.000% 08/15/13	10/31/2003	Salomon Smith Barney (Bonds)		1,508,470	1,500,000	5,972
589331-AH-0	Merck & Co. Inc. US\$ Cost = 989,120 4.375% 02/15/13	09/23/2003	Legg Mason		989,120	1,000,000	4,983
617446-HW-2	Morgan Stanley Dean Witter Di US\$ Cost = 1,000,760 3.625% 04/01/08	04/03/2003	Legg Mason		1,000,760	1,000,000	3,222
61744A-AN-0	Morgan Stanley US\$ Cost = 499,975 4.250% 05/15/10	09/23/2003	Legg Mason		499,975	500,000	8,205
63536S-AA-7	Natl City Bank of Indiana US\$ Cost = 973,960 4.250% 07/01/18	06/19/2003	Legg Mason		973,960	1,000,000	590
670346-AE-5	Nucor Corp. US\$ Cost = 998,170 4.875% 10/01/12	09/11/2003	NBC Capital Markets Group		998,170	1,000,000	22,344
701094-AG-9	Parker-Hannifin Corp. US\$ Cost = 1,005,660 4.875% 02/15/13	02/06/2003	NBC Capital Markets Group		1,005,660	1,000,000	135
72447W-AA-7	Pitney Bowes Inc US\$ Cost = 976,820 4.750% 05/15/18	07/21/2003	Legg Mason		976,820	1,000,000	11,215
811054-AC-9	Scripps (E.W.) Co. (Ohio) US\$ Cost = 1,053,500 5.750% 07/15/12	09/04/2003	NBC Capital Markets Group		1,053,500	1,000,000	8,625
892332-AH-0	Toyota Motor Credit US\$ Cost = 1,092,440 5.500% 12/15/08	02/03/2003	NBC Capital Markets Group		1,092,440	1,000,000	7,792
918204-AL-2	VF Corp. US\$ Cost = 275,043 8.100% 10/01/05	10/30/2003	NBC Capital Markets Group		275,043	250,000	1,688
92344G-AU-0	Verizon Global Funding Corp. US\$ Cost = 993,140 4.000% 01/15/08	01/16/2003	Salomon Smith Barney (Bonds)		993,140	1,000,000	
925524-AT-7	Viacom Inc. US\$ Cost = 1,068,040 5.625% 08/15/12	09/19/2003	Legg Mason		1,068,040	1,000,000	6,094
92976G-AA-9	Wachovia Corp. US\$ Cost = 484,545 5.000% 08/18/15	07/29/2003	Salomon Smith Barney (Bonds)		484,545	500,000	417
Total United States					32,130,751	31,083,000	256,839
4599996 - Bonds - Industrial and Misc - United States					32,130,751	31,083,000	256,839
4599997 - Bonds - Industrial and Misc - Canada					0	0	0
4599998 - Bonds - Industrial and Misc - Other Countries					0	0	0
4599999 - Total - Bonds - Industrial, Misc.					32,130,751	31,083,000	256,839
6099997 - Total - Bonds - Part 3					81,114,439	79,583,000	421,849
6099998 - Total - Bonds - Part 5					2,995,000	3,000,000	3,333
6099999 - Total - Bonds					84,109,439	82,583,000	425,182
6599998 - Total - Preferred Stocks - Part 5					0	XXX	0
6599999 - Total - Preferred Stocks					0	XXX	0
COMMON STOCK Industrial & Miscellaneous United States							
58405U-10-2	Medco Health Solutions, Inc. Common Stock US\$ Cost = 2,506	09/02/2003	Spin Off	458,280	2,506		
Total United States					2,506	XXX	0
6899999 - Total - Common Stocks - Industrial, Misc.					2,506	XXX	0
7099997 - Total - Common Stocks - Part 3					2,506	XXX	0
7099998 - Total - Common Stocks - Part 5					0	XXX	0
7099999 - Total - Common Stocks					2,506	XXX	0
7199999 - Total - Preferred and Common Stocks					2,506	XXX	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
BONDS															
US Governments															
United States															
312924-SQ-7...	Freddie Mac US\$ Cost = 521,950 4.330% 11/13/06	..06/09/2003...	NBC Capital Markets Group.....		.....525,590	.....520,000	.....521,950	.....520,842	.....(443)			.....5,191	.....5,191	.....12,947	
312924-UC-5...	Freddie Mac US\$ Cost = 497,500 5.000% 11/29/16	..05/16/2003...	Call 100.0000.....		.....500,000	.....500,000	.....497,500	.....497,603	.....57			.....2,340	.....2,340	.....11,887	
3133MJ-X4-7...	Federal Home Loan Bank US\$ Cost = 962,980 3.625% 11/15/05	..06/06/2003...	NBC Capital Markets Group.....		.....1,047,590	.....1,000,000	.....962,980	.....971,923	.....4,062			.....71,604	.....71,604	.....20,542	
3133MK-GJ-0...	Federal Home Loan Bank US\$ Cost = 993,990 3.875% 12/15/04	..06/05/2003...	NBC Capital Markets Group.....		.....1,039,060	.....1,000,000	.....993,990	.....995,983	.....860			.....42,217	.....42,217	.....18,406	
31359M-PX-5...	Fannie Mae US\$ Cost = 500,000 2.345% 11/26/04	..05/27/2003...	Call 100.0000.....		.....500,000	.....500,000	.....500,000	.....500,000				.....0	.....0	.....5,895	
3136F2-PU-6...	Fannie Mae US\$ Cost = 1,000,000 4.000% 11/05/07	..06/05/2003...	NBC Capital Markets Group.....		.....1,009,500	.....1,000,000	.....1,000,000	.....1,000,000				.....9,500	.....9,500	.....23,444	
36217L-FH-4...	GNMA Pool #0196468 US\$ Cost = 24,215 10.000% 11/15/04	..12/01/2003...	Paydown.....		.....23,453	.....23,453	.....24,215	.....23,503	.....(50)			.....0	.....0	.....1,063	
36218S-SV-3...	GNMA Pool #0231032 US\$ Cost = 4,231 9.000% 07/15/17	..12/01/2003...	Paydown.....		.....4,260	.....4,260	.....4,231	.....4,231	.....28			.....0	.....0	.....359	
36220E-5X-1...	GNMA Pool #0276362 US\$ Cost = 5,657 9.500% 09/15/04	..12/01/2003...	Paydown.....		.....5,519	.....5,519	.....5,657	.....5,538	.....(19)			.....0	.....0	.....303	
36220N-VU-8...	GNMA Pool #0283327 US\$ Cost = 17,725 9.000% 12/15/19	..12/01/2003...	Paydown.....		.....17,716	.....17,716	.....17,725	.....17,719	.....(2)			.....0	.....0	.....946	
36220Y-KL-6...	GNMA Pool #0291999 US\$ Cost = 9,826 9.000% 10/15/05	..12/01/2003...	Paydown.....		.....9,793	.....9,793	.....9,826	.....9,779	.....14			.....0	.....0	.....501	
912827-3V-2...	U S Treasury Note US\$ Cost = 1,503,516 5.500% 01/31/03	..01/31/2003...	Maturity.....		.....1,500,000	.....1,500,000	.....1,503,516	.....1,499,920	.....80			.....0	.....0	.....41,250	
912827-J7-8...	U S Treasury Note US\$ Cost = 2,391,969 6.250% 02/15/03	..02/15/2003...	Maturity.....		.....2,350,000	.....2,350,000	.....2,391,969	.....2,350,295	.....(295)			.....0	.....0	.....73,438	
912827-L8-3...	U S Treasury Note US\$ Cost = 1,499,063 5.750% 08/15/03	..08/15/2003...	Maturity.....		.....1,500,000	.....1,500,000	.....1,499,063	.....1,499,821	.....179			.....0	.....0	.....86,250	
Total United States					10,032,481	9,930,741	9,932,621	9,897,157	4,472	0	0	130,852	130,852	297,230	XXX
0399996 - Bonds - U.S. Government					10,032,481	9,930,741	9,932,621	9,897,157	4,472	0	0	130,852	130,852	297,230	XXX
0399999 - Bonds - U.S. Governments					10,032,481	9,930,741	9,932,621	9,897,157	4,472	0	0	130,852	130,852	297,230	XXX
Special Revenue & Assessment															
United States															
United States															
312907-M6-2...	FHLMC 1171- K US\$ Cost = 2,967 8.000% 11/15/06	..10/15/2003...	Call 100.0000.....		.....3,000	.....3,000	.....2,967	.....2,981				.....18	.....18	.....100	
312911-T8-3...	FHLMC 1369- H US\$ Cost = 518,616 6.500% 09/15/07	..12/01/2003...	Paydown.....		.....537,425	.....537,425	.....518,616	.....531,671	.....5,755			.....0	.....0	.....17,437	
312912-KD-9...	FHLMC 1385-H US\$ Cost = 445,975 6.500% 08/15/07	..12/01/2003...	Paydown.....		.....453,936	.....453,936	.....445,975	.....449,971	.....3,965			.....0	.....0	.....14,849	
312912-SJ-8...	FHLMC 1393-EB US\$ Cost = 917,024 6.500% 12/15/06	..05/01/2003...	Paydown.....		.....934,844	.....934,844	.....917,024	.....928,033	.....6,811			.....0	.....0	.....14,047	
312913-4Q-6...	FHLMC 1449 H US\$ Cost = 432,392 7.000% 12/15/07	..12/01/2003...	Paydown.....		.....438,559	.....438,559	.....432,392	.....434,956	.....3,603			.....0	.....0	.....15,920	
312914-H8-0...	FHLMC 1480-LE US\$ Cost = 503,203 6.500% 07/15/08	..09/01/2003...	Paydown.....		.....500,000	.....500,000	.....503,203	.....501,284	.....(1,284)			.....0	.....0	.....20,359	
312914-M6-8...	FHLMC 1477 G US\$ Cost = 234,388 7.000% 02/15/21	..04/01/2003...	Paydown.....		.....235,566	.....235,566	.....234,388	.....234,731	.....835			.....0	.....0	.....2,906	
312915-DN-8...	FHLMC 1490- PH US\$ Cost = 505,865 6.250% 04/15/08	..12/01/2003...	Paydown.....		.....512,674	.....512,674	.....505,865	.....508,683	.....3,991			.....0	.....0	.....16,413	
31331L-XW-3...	Federal Farm Credit Bank US\$ Cost = 992,410 3.875% 12/15/04	..06/09/2003...	NBC Capital Markets Group.....		.....1,039,400	.....1,000,000	.....992,410	.....994,943	.....1,114			.....43,343	.....43,343	.....18,837	
31339L-SR-2...	FHLMC 2390 WC US\$ Cost = 247,164 5.500% 04/15/15	..12/01/2003...	Paydown.....		.....252,209	.....252,209	.....247,164	.....247,691	.....4,518			.....0	.....0	.....12,776	

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
31339L-WP-1	FHLMC 2391 QL US\$ Cost = 270,338 5.500% 12/15/13	12/01/2003	Paydown		272,210	272,210	270,338	270,406	1,804				.0	13,994	
3133T3-TB-4	FHLMC 1658 GB US\$ Cost = 686,421 7.000% 08/15/05	12/01/2003	Paydown		658,240	658,240	686,421	677,594	(19,354)				.0	31,073	
3133T4-BX-3	FHLMC-GNMA 1687 J US\$ Cost = 961,827 6.500% 02/15/09	12/01/2003	Paydown		987,122	987,122	961,827	975,292	11,830				.0	31,303	
3133T6-QQ-7	FHLMC 1808-A US\$ Cost = 287,923 5.000% 10/15/07	12/01/2003	Paydown		306,836	306,836	287,923	293,779	13,057				.0	7,647	
3133TC-DZ-8	FHLMC 2013 PA US\$ Cost = 665,858 5.500% 09/15/11	12/01/2003	Paydown		681,838	681,838	665,858	675,380	6,459				.0	17,259	
3133TE-B5-2	FHLMC 2063-PE US\$ Cost = 917,466 5.750% 07/15/26	12/01/2003	Paydown		942,501	942,501	917,466	920,270	22,231				.0	37,166	
3133TR-5M-3	FHLMC 2280-VA US\$ Cost = 104,532 6.000% 06/15/07	12/01/2003	Paydown		102,655	102,655	104,532	104,081	(1,426)				.0	3,367	
3133TR-RL-1	FHLMC 2295-PD US\$ Cost = 999,688 6.000% 12/15/25	04/01/2003	Paydown		1,000,000	1,000,000	999,688	998,848	1,152				.0	17,558	
3133TT-M8-1	FHLMC 2315 K US\$ Cost = 774,426 6.000% 05/15/11	12/01/2003	Paydown		790,798	790,798	774,426	776,680	14,118				.0	38,808	
3133TT-NU-1	FHLMC 2314 PB US\$ Cost = 1,499,063 6.500% 04/15/27	08/01/2003	Paydown		1,500,000	1,500,000	1,499,063	1,498,580	1,420				.0	51,951	
3133TV-DD-5	FHLMC 2356 GB US\$ Cost = 857,541 6.000% 08/15/13	12/01/2003	Paydown		820,000	820,000	857,541	853,772	(33,772)				.0	38,255	
31358T-TB-5	FNMA 1993-014- A US\$ Cost = 88,015 6.000% 02/25/08	12/01/2003	Paydown		88,596	88,596	88,015	88,098	498				.0	2,694	
31358U-FW-1	FNMA 1993-038- K US\$ Cost = 71,518 6.750% 08/25/21	01/01/2003	Paydown		72,446	72,446	71,518	72,004	443				.0	408	
31359A-E6-0	FNMA 1993-93 G US\$ Cost = 264,391 6.750% 05/25/08	12/01/2003	Paydown		263,035	263,035	264,391	263,377	(342)				.0	9,135	
31359A-YR-4	FNMA 1993-87 KE US\$ Cost = 218,688 6.000% 09/25/08	12/01/2003	Paydown		229,745	229,745	218,688	221,660	8,085				.0	12,702	
31359F-3Z-9	FNMA 1994-001- N US\$ Cost = 349,410 6.500% 07/25/13	10/01/2003	Paydown		348,158	348,158	349,410	347,583	575				.0	14,411	
31359K-5E-3	FNMA 1996-53 K US\$ Cost = 59,832 6.500% 12/18/11	02/01/2003	Paydown		60,399	60,399	59,832	59,938	460				.0	327	
31359N-AR-2	FNMA 1996-64 PK US\$ Cost = 847,118 6.500% 05/18/11	12/01/2003	Paydown		857,434	857,434	847,118	849,652	7,782				.0	26,603	
31359T-CD-8	FNMA 1998-17 TD US\$ Cost = 1,017,148 6.250% 11/18/23	04/01/2003	Paydown		1,000,000	1,000,000	1,017,148	1,012,405	(12,405)				.0	11,628	
31359U-G5-8	FNMA 1998-57 VC US\$ Cost = 999,688 6.500% 12/25/14	11/01/2003	Paydown		1,000,000	1,000,000	999,688	999,070	930				.0	50,622	
31359V-JK-0	FNMA 1999-9 PC US\$ Cost = 972,500 5.000% 06/25/14	09/01/2003	Paydown		1,000,000	1,000,000	972,500	981,519	18,481				.0	31,368	
31392A-XP-8	FNMA 2001-71 QC US\$ Cost = 654,142 6.000% 09/25/14	12/01/2003	Paydown		648,166	648,166	654,142	652,952	(4,785)				.0	30,560	
31392W-A6-7	FHLMC 2512-PX US\$ Cost = 506,348 5.000% 06/15/18	07/18/2003	NBC Capital Markets Group		509,375	500,000	506,348	506,187	(462)			3,650	3,650	16,111	
31392W-SB-7	FHLMC 2518-A US\$ Cost = 487,503 5.000% 12/15/14	08/01/2003	Paydown		484,061	484,061	487,503	487,323	(3,262)				.0	13,332	
38373W-AV-0	GNMA 2002-11 LC US\$ Cost = 1,008,728 6.250% 11/20/27	12/01/2003	Paydown		982,627	982,627	1,008,728	1,005,690	(23,063)				.0	46,780	
Total United State					20,513,858	20,465,083	20,370,114	20,427,086	39,761	0	0	47,011	47,011	688,705	XXX
Total United States					20,513,858	20,465,083	20,370,114	20,427,086	39,761	0	0	47,011	47,011	688,705	XXX
3199996 - Bonds - Special Revenues - United States					20,513,858	20,465,083	20,370,114	20,427,086	39,761	0	0	47,011	47,011	688,705	XXX
3199997 - Bonds - Special Revenues - Canada					0	0	0	0	0	0	0	0	0	0	XXX
3199998 - Bonds - Special Revenues - Other Countries					0	0	0	0	0	0	0	0	0	0	XXX
3199999 - Bonds - Special Revenues					20,513,858	20,465,083	20,370,114	20,427,086	39,761	0	0	47,011	47,011	688,705	XXX

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	(Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
Public Utilities (unaffiliated) United States															
95527P-AC-2	West Penn Power US\$ Cost = 960,440 6.375% 06/01/04	..07/18/2003	NBC Capital Markets Group		981,875	1,000,000	960,440	985,584	5,462			(9,171)	(9,171)	41,083	
Total United States					981,875	1,000,000	960,440	985,584	5,462	0	0	(9,171)	(9,171)	41,083	XXX
3899996 - Bonds - Public Utilities - United States					981,875	1,000,000	960,440	985,584	5,462	0	0	(9,171)	(9,171)	41,083	XXX
3899997 - Bonds - Public Utilities - Canada					0	0	0	0	0	0	0	0	0	0	XXX
3899998 - Bonds - Public Utilities - Other Countries					0	0	0	0	0	0	0	0	0	0	XXX
3899999 - Bonds - Public Utilities					981,875	1,000,000	960,440	985,584	5,462	0	0	(9,171)	(9,171)	41,083	XXX
Industrial & Miscellaneous United States															
009158-AK-2	Air Products & Chemical US\$ Cost = 275,469 6.250% 06/15/03	..06/15/2003	Maturity		300,000	300,000	275,469	298,294	1,706				.0	9,375	
02635K-BL-7	American General Corp US\$ Cost = 441,077 6.375% 03/01/03	..03/01/2003	Maturity		450,000	450,000	441,077	449,691	309				.0	14,344	
068277-AA-0	Halliburton Co US\$ Cost = 1,013,180 8.000% 04/15/03	..04/15/2003	Maturity		1,000,000	1,000,000	1,013,180	1,000,236	(236)				.0	40,000	
125577-AC-0	CIT Group Inc. US\$ Cost = 946,290 5.500% 02/15/04	..10/01/2003	NBC Capital Markets Group		1,014,620	1,000,000	946,290	983,988	10,577			20,055	20,055	62,792	
194160-CK-4	Colgate Palmolive Co MTN US\$ Cost = 936,250 5.270% 12/01/03	..12/01/2003	Maturity		1,000,000	1,000,000	936,250	981,472	18,528				.0	52,700	
211135-QR-2	Contl Bank N.A. US\$ Cost = 629,025 7.875% 02/01/03	..02/01/2003	Maturity		625,000	625,000	629,025	624,928	72				.0	24,609	
21666W-CB-4	Cooper Industries Inc MTN US\$ Cost = 492,365 5.880% 02/20/03	..02/20/2003	Maturity		500,000	500,000	492,365	499,668	332				.0	13,802	
25468P-BA-3	Walt Disney Company US\$ Cost = 945,620 5.125% 12/15/03	..09/03/2003	NBC Capital Markets Group		1,009,360	1,000,000	945,620	985,691	9,952			13,717	13,717	37,441	
257867-AD-3	Donnelley (R.R.) & Sons Co. US\$ Cost = 988,870 7.000% 01/01/03	..01/01/2003	Maturity		1,000,000	1,000,000	988,870	1,000,000					.0	35,000	
319455-BR-1	Bank One Corp US\$ Cost = 1,019,100 7.625% 01/15/03	..01/15/2003	Maturity		1,000,000	1,000,000	1,019,100	1,000,177	(177)				.0	38,125	
319963-AA-2	First Data Corp. US\$ Cost = 978,940 6.625% 04/01/03	..02/04/2003	NBC Capital Markets Group		1,007,500	1,000,000	978,940	997,628	865			9,007	9,007	23,188	
369626-UX-0	General Elec Cap Corp US\$ Cost = 1,007,655 7.500% 06/05/03	..02/06/2003	NBC Capital Markets Group		1,018,900	1,000,000	1,007,655	1,001,062	(456)			18,294	18,294	13,750	
370425-RJ-1	Genl Motors Accept. Corp. US\$ Cost = 974,580 6.850% 06/17/04	..02/28/2003	NBC Capital Markets Group		1,045,790	1,000,000	974,580	990,575	978			54,238	54,238	14,842	
441812-EZ-3	Household Finance Corp US\$ Cost = 501,400 6.875% 03/01/03	..03/01/2003	Maturity		500,000	500,000	501,400	499,904	96				.0	17,188	
724477-AR-5	Pitney Bowes Inc Credit Corp US\$ Cost = 1,032,030 5.750% 08/15/08	..07/21/2003	Legg Mason		1,110,550	1,000,000	1,032,030	1,027,425	(2,385)			85,509	85,509	54,146	
81238X-RE-3	Sears Roebuck Co MTN US\$ Cost = 1,025,430 6.650% 02/20/03	..02/20/2003	Maturity		1,000,000	1,000,000	1,025,430	1,000,729	(729)				.0	25,676	
863200-AB-7	May Department Stores Co US\$ Cost = 778,568 6.625% 10/15/03	..10/15/2003	Maturity		750,000	750,000	778,568	760,504	(10,504)				.0	49,688	
913026-AR-1	United Telephone Florida US\$ Cost = 960,390 6.250% 05/15/03	..05/15/2003	Maturity		1,000,000	1,000,000	960,390	994,314	5,686				.0	31,250	
Total United States					15,331,720	15,125,000	14,946,238	15,096,285	34,616	0	0	200,819	200,819	557,914	XXX
4599996 - Bonds - Industrial and Misc - United States					15,331,720	15,125,000	14,946,238	15,096,285	34,616	0	0	200,819	200,819	557,914	XXX
4599997 - Bonds - Industrial and Misc - Canada					0	0	0	0	0	0	0	0	0	0	XXX
4599998 - Bonds - Industrial and Misc - Other Countries					0	0	0	0	0	0	0	0	0	0	XXX
4599999 - Bonds - Industrial and Miscellaneous					15,331,720	15,125,000	14,946,238	15,096,285	34,616	0	0	200,819	200,819	557,914	XXX
6099997 - Bonds - Part 4					46,859,934	46,520,824	46,209,413	46,406,111	84,311	0	0	369,512	369,512	1,584,932	XXX
6099998 - Bonds - Part 5					3,000,000	3,000,000	2,995,000	3,003,857	8,857	0	0	(3,857)	(3,857)	33,750	XXX
6099999 - Total - Bonds					49,859,934	49,520,824	49,204,413	49,409,968	93,168	0	0	365,655	365,655	1,618,682	XXX
6599998 - Preferred Stocks - Part 5					0	XXX	0	0	0	0	0	0	0	XXX	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year and Fully DISPOSED OF During Current Year

[illegible]

E13

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

[illegible]

(a) Includes \$ other than accrual of discount and amortization of premium.

E15

Schedule DB - Part A - Section 1
NONE

Schedule DB - Part A - Section 2
NONE

Schedule DB - Part A - Section 3
NONE

Schedule DB - Part B - Section 1
NONE

Schedule DB - Part B - Section 2
NONE

Schedule DB - Part B - Section 3
NONE

Schedule DB - Part C - Section 1
NONE

Schedule DB - Part C - Section 2
NONE

Schedule DB - Part C - Section 3
NONE

Schedule DB - Part D - Section 1
NONE

Schedule DB - Part D - Section 2
NONE

Schedule DB - Part D - Section 3

NONE

Schedule DB - Part E - Section 1

NONE

SCHEDULE DM

For bonds and preferred stocks owned as of December 31, state the aggregate statement (admitted) value, the aggregate fair value, and the aggregate difference, if any, between them.

	1	2	3
	Statement (Admitted) Value	Fair Value (a)	Excess of Statement over Fair Value(-), or Fair Value over Statement (+)
1. Bonds	177,992,746	180,066,516	2,073,770
2. Preferred Stocks	0	0	0
3. Totals	177,992,746	180,066,516	2,073,770

(a) Amortized or book values shall not be substituted for fair values. Describe the sources or methods utilized in determining the fair values.

Fair Value from Schedule D - Part 1 \$162,856,304.....

Carrying Value per Schedule DA - Part 1 \$17,210,212.....

.....

Schedule E - Part 1

NONE

Schedule E - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

1	2	3	4	5	6	7
Line Number	Type	Description of Deposit	Where Deposited and Purpose of Deposit	Par or Book Value	Statement Value (a)	Fair Value
IL00001.....	B.....	U S Treasury 5.000% 02/15/11.....	Illinois, Illinois National Bank, IL RSD- INSCODE Sec215 125/2-4.....	500,000	522,145	537,030
IL00002.....	B.....	U S Treasury 7.000% 07/15/06.....	Illinois, Illinois National Bank, IL RSD- INSCODE Sec215 125/2-4.....	400,000	417,089	448,000
IL00003.....	B.....	U S Treasury 5.500% 05/15/09.....	Illinois, Fleet Bank, IL RSD-INSCODE Sec 215/2-6 POS.....	5,000,000	5,134,759	5,560,950
IL99999 - Illinois				5,900,000	6,073,993	6,545,980
IA00001.....	B.....	U.S. Treasury 3.250% 08/15/07.....	Iowa, Mellon Trust, IA Medicaid Cont. Sect 4.1.1.....	2,000,000	2,021,568	2,040,000
IA99999 - Iowa				2,000,000	2,021,568	2,040,000
TN00001.....	B.....	U S Treasury Note 6.000% 08/15/04.....	Tennessee, 1st Tennessee Bank, TN RSD by INS CODE 56-32-212.....	3,450,000	3,472,471	3,554,570
TN99999 - Tennessee				3,450,000	3,472,471	3,554,570
VA00001.....	B.....	U.S. Treasury 3.000% 11/15/07.....	Virginia, Sun.Trust Bank, VA RSD by Reg 28 7.....	2,100,000	2,091,320	2,118,375
VA00002.....	B.....	U S Treasury 5.000% 02/15/11.....	Virginia, Sun.Trust Bank, VA RSD by Reg 28 7.....	500,000	522,145	537,030
VA00003.....	B.....	U.S. Treasury 4.250% 08/15/13.....	Virginia, Sun.Trust Bank, VA RSD by Reg 28 7.....	1,500,000	1,486,075	1,501,875
VA00004.....	B.....	U S Treasury 5.000% 08/15/11.....	Virginia, Sun.Trust Bank, VA RSD by Reg 28 7.....	500,000	490,222	535,155
VA99999 - Virginia				4,600,000	4,589,762	4,692,435
9999997 - Totals - Not All Policyholders				11,350,000	11,568,032	12,140,550
9999998 - Totals - All Policyholders				4,600,000	4,589,762	4,692,435
9999999 Totals				15,950,000	16,157,794	16,832,985

(a) Including \$ 0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.



NAIC Code: 95378

Company: John Deere Health Plan, Inc.

SVO Compliance Certification

The undersigned is an officer of the insurer responsible for reporting investments to the SVO and/or with performing all filings with appropriate state regulatory officials and the NAIC and is, therefore, required to be familiar with the requirements of such filings. The undersigned officer certifies that to the best of my knowledge, information, and belief, all prices or NAIC Designations for the securities reported in this statement have been obtained directly from the SVO except as specifically identified below. The officer further certifies that to the best of my knowledge, information, and belief, since the last filing of a quarterly or annual statement:

1. All securities previously valued by the insurer and identified by a Z suffix have now been submitted to the SVO for a valuation or disposed of by sale or otherwise with the result that all prices and NAIC Designations reported in this statement have been provided by the SVO, except for new purchases identified in Schedule D and DA with a Z suffix or items submitted but not yet processed by the SVO.
2. Any newly purchased securities now identified with a Z suffix shall be submitted to the SVO within 120 days of purchase.
3. All necessary information on securities which have been previously designated NR (not rated due to lack of current information) by the SVO have either been submitted to the SVO by the insurer for a valuation or disposed of by the insurer.
4. All material issuer events (as defined below) have been reported to the SVO.

A material issuer event is a generic or transaction specific credit event of which the insurer is currently aware, which by its nature would signify to a reasonably prudent insurer that a material change in the credit quality or price of the investment or security has occurred.

As an illustration, and not by way of limitation, the following shall be deemed to constitute material issuer events:

- a. Recapitalizations or capital restructuring whether within or without Chapter 11 of the US Bankruptcy Code.
- b. Nonpayment, deferral, or payment in kind through waiver of any principal or contractual interest payment.
- c. Any change in the maturity of a security.
- d. Changes in the lender's collateral position, including releases of collateral, or the taking of a collateral position whether by operation of negative pledge covenant or otherwise.
- e. Events of a like character or of a like effect, which would be considered material to an investment professional.
- f. Exceptions

Entry	Z Counts	Z* Counts
Z01		
Z02		
Z03		
Z04		
Z05		
Z06		
Z07		
Z08		
Z09		
Z10		

James Alan Cousins

Name of Investment Officer

Signature of Investment Officer

Senior Vice President, Chief Financial Officer & Treasurer

Title of Signatory

02/20/2004

Date

Attach certificate to each annual statement.

Statement of Actuarial Opinion

Statutory Annual Statement of John Deere Health Plan, Inc.

As of and for the Year Ended December 31, 2003

I, Steven N. Wander, am a Member of the American Academy of Actuaries and am associated with the firm of Deloitte Consulting LLP. My firm has been retained and I have been assigned to review calculations with regard to loss reserves, actuarial liabilities, and related items made by John Deere Health Plan, Inc. I meet the Academy qualifications for rendering this statement of actuarial opinion and am familiar with the valuation requirements applicable to HMOs.

I have examined the actuarial assumptions and actuarial methods used in determining the loss reserves, actuarial liabilities and related actuarial items as listed below, as shown in the annual statement of the organization, as prepared for state regulatory officials, as of December 31, 2003.

A. Claims Payable (Page 3, Line 1)	\$ 93,315,097
B. Accrued Medical Incentive Pool and bonus payments (Page 3, Line 2)	255,210
C. Unpaid claims adjustment expenses (Page 3, Line 3)	0
D. Aggregate Health policy reserves (Page 3, Line 4)	0
E. Aggregate Health claim reserves (Page 3, Line 7)	0
F. Experience related refunds	0
G. Any actuarial liabilities included in Page 3, Line 21	0

I have relied upon Pam Golinghorst, Manager of Accounting, as to the accuracy and completeness of listings and summaries of policies and contracts inforce, asset records and other information underlying the loss reserves and related actuarial items examined (see attached Representation Statement). In other respects, my examination included such review of the actuarial assumptions and actuarial methods and such tests of actuarial calculations, as I considered necessary in the circumstances.

My examination considered the need for cash flow testing, but none was performed because such tests were determined to be unnecessary; the cash flows associated with the Company's products and investments are believed to be relatively insensitive to influences such as changes in economic conditions.

John Deere Health Plan, Inc. has contracts with several individual IPAs under which the IPAs assume virtually full financial responsibility for physician services, as defined in the contracts. Although the IPAs are capitated for physician services, the funds make claim payments on a fee-for-service basis, subject to a withhold. Therefore, the financial condition of the IPAs can generally be defined as capitation minus net claim payments minus claims payable. A positive fund balance can be used for periodic withhold distributions. I have reviewed the financial position of the IPAs. The IPA financial

data provided to me indicates that there are no current situations which may have a material impact on the Company's financial condition.

In my opinion, the amounts carried in the balance sheet on account of the actuarial items identified above:

- ☐ Are in accordance with presently accepted actuarial standards consistently applied and are fairly stated in accordance with sound actuarial principles;
- ☐ Are based on actuarial assumptions relevant to contract provisions and appropriate to the purpose for which the statement was prepared;
- ☐ Meet the requirements of the laws of the State of Illinois;
- ☐ Make a good and sufficient provision for all unpaid claims and other actuarial liabilities of the organization under the terms of its contracts and agreements;
- ☐ Are computed on the basis of actuarial assumptions consistent with those used in computing the corresponding items in the annual statement of the preceding year-end. The Underwriting and Investment Exhibit, Part 2B was prepared consistent with *Section 3.6, Follow-up Studies* contained in *Actuarial Standards of Practice No. 5, Incurred Health Claim Liabilities* adopted by the Actuarial Standards Board of the American Academy of Actuaries in December 2000.
- ☐ Include appropriate provision for all actuarial items which ought to be established.

The actuarial methods, considerations and analyses used in forming my opinion conform to the appropriate Standards of Practice as promulgated by the Actuarial Standards Board, which standards form the basis of this statement of opinion.

A confidential actuarial memorandum describing the procedures followed, analyses performed and results obtained in support of this statement of opinion has been furnished to the Company and is available for examination by State insurance department officials.

This statement of opinion was prepared for, and is only to be relied upon by, the organization and the insurance departments of states where the opinion is filed.



Steven N. Wander, FSA, MAAA
Principal
Deloitte Consulting LLP
400 One Financial Plaza
120 South Sixth Street
Minneapolis, MN 55402-1844
(612) 397-4312

February 25, 2004

Date